

DECLARATION PAGE

1) X INSURANCE

California Public Entity Property Program (CPEPP)

As more fully described in "NAME OF INSURED" (Section I, Item 1)
and Named Insured Endorsement)

2) MAILING ADDRESS:

500 Washington Street, Suite 300
San Francisco, CA 94111

3) POLICY PERIOD: July 1, 2001 **12:01 AM** TO July 1, 2002 **12:01 AM**

4) LIMIT AND SUB-LIMITS OF LIABILITY:

**THE LIMITS OF LIABILITY AND SUB-LIMITS OF LIABILITY SHOWN BELOW INCLUDE
THE \$5,000,000 PRIMARY**

A. \$ 5,000,000 Per Occurrence: All Perils, Coverages and Insureds/Members combined,
subject to sub-limits

Sub-limits:

- | | | |
|--------|--------------------|--|
| 1) \$ | <u>5,000,000</u> | Flood – Per Occurrence & Annual Aggregate – all coverages |
| 2) \$ | <u>No coverage</u> | Earthquake Shock – Per Occurrence & Annual Aggregate – all coverages |
| 3) \$ | <u>5,000,000</u> | Combined Business Interruption, Extra Expense, Rental Income and Tax Interruption |
| 4) \$ | <u>5,000,000</u> | Miscellaneous Unnamed Locations and automatic acquisition as respects existing and new members (excluding earthquake) |
| 5) \$ | <u>1,000,000</u> | Landscaping, tees, sand traps, greens and athletic fields |
| 6) \$ | <u>5,000,000</u> | Errors & Omissions |
| 7) \$ | <u>5,000,000</u> | Course of Construction |
| 8) \$ | <u>1,000,000</u> | Money & Securities |
| 9) \$ | <u>5,000,000</u> | Unscheduled Fine Arts |
| 10) \$ | <u>500,000</u> | Accidental Contamination |
| 11) \$ | <u>500,000</u> | Tunnels, bridges, dams, catwalks (except those not for public use), roadways, highways, streets, sidewalks, culverts, street lights and traffic signals unless a specific value has been declared. Excluding EQ shock and excluding FEMA and/or QES declared disasters |
| 12) \$ | <u>5,000,000</u> | Demolition and Increased Cost of Construction due to the enforcement of building codes |
| 13) \$ | <u>5,000,000</u> | Transit |
| 14) \$ | <u>1,000,000</u> | Animals; except \$100,000 Specially Trained Animals |
| 15) \$ | <u>1,000,000</u> | Watercraft under 27 feet |
| 16) \$ | <u>500,000</u> | Newly Acquired Vehicles (current members with auto coverage only) |
| 17) \$ | <u>5,000,000</u> | Replacement power extra expense at scheduled utility locations |
| 18) \$ | <u>5,000,000</u> | Off premises services interruption including extra expense resulting from a covered peril at non-owned/operated locations |
| 19) \$ | <u>5,000,000</u> | Contingent business interruption resulting from a covered peril at non-owned/operated power generating facilities |
| 20) \$ | <u>No Coverage</u> | Per occurrence and in the aggregate: Earthquake shock on licensed vehicles, unlicensed vehicles, contractors equipment and fine arts combined for all insureds/members combined that do not purchase optional coverage Item; Earthquake Shock |
| | \$ <u>250,000</u> | Santa Cruz Wave Wash |
| 21) \$ | <u>2,500,000</u> | Monterey Wave Wash |
| 22) \$ | <u>250,000</u> | Sick Building Syndrome limit shared with PEPPI USA members |

B. LIABILITY PROVISIONS:

THE PRIMARY OCCURRENCE LIMIT APPLIES IN THE AGGREGATE AS RESPECTS THE PERIL OF FLOOD.

THE PRIMARY \$5,000,000 SHALL APPLY IN EXCESS OF THE DEDUCTIBLES SHOWN IN ITEM 5 BELOW.

5) DEDUCTIBLE(S):

A. All Risk or "Basic" All Perils And Coverages As per the primary policy

Deductible: See Endorsement No. 19 Per Occurrence each and every loss

6) OPTIONAL COVERAGE PARTICIPATION

Member Agency	Applicable Optional Coverages* A, B, C, D, E, F, G
ABAG	C,B, F
Mountain View	F
CSURMA	F
Santa Cruz -	B, C, F, G
Marysville (part of NCCSIF)	F
CCCMRMIA	C, F
Monterey	B,C,F,G
SCORE	B
CSRMA	C
CCCSIF	C
NCCSIF	C

***Optional Coverages Identification**

- A) Earthquake Shock
- B) Licensed Vehicles
- C) Contractors Equipment/Unlicensed Vehicles
- D) Scheduled Fine Arts -(None)
- E) Flood (Program)
- F) Flood (Individual)
- G) Wave Wash

7) FLOOD SUBLIMITS AND DEDUCTIBLES

- ◆ Mt. View - 2 scheduled locations - Deductibles \$25,000 all flood losses
- ◆ Monterey - Deductibles -\$250,000 Zone A & V, \$100,000 all other zones, and \$150,000 for wave wash.
- ◆ Santa Cruz - Deductibles -\$250,000 Zone A & V, \$100,000 all other zones, and \$50,000 for wave wash.
- ◆ CSURMA - Deductibles -\$250,000 Zone A & V, \$100,000 all other zones, except designated locations at \$500,000 (Program B @ \$1,000,000 deductible)
- ◆ CCCMRMIA - Deductibles -\$250,000 Zone A & V, \$100,000 all other zones.
- ◆ Marysville - Deductible- \$250,000 Zone A, \$100,000 all other zones,
- ◆ ABAG - All locations excluding location in Zone A & V, Deductibles -\$100,000 all other zones

CERTIFICATE
of PUBLIC ACCESS UNDERWRITING SERVICES
a Division of M. T. S. INSURANCE SERVICES, LLC

Evidencing Placement of Insurance Pursuant to California Insurance Code Section 1764

Public Access Underwriting Services, whose signature appears at the end of the Certificate Declarations on page 2, hereby certifies that insurance described herein has been effected with the insurer or insurers listed in Certificate Declaration ("Insurer") in accordance with the limited authorizations granted to Surplus Line Broker by Insurer.

NAMED INSURED: California Public Entity Property Program (CPEPP)

POLICY: 3ZH 162351 01 EFFECTIVE: 7/1/01 -7/1/02

NOTICE:

- 1. THE INSURANCE POLICY THAT YOU HAVE PURCHASED IS BEING ISSUED BY AN INSURER THAT IS NOT LICENSED BY THE STATE OF CALIFORNIA. THESE COMPANIES ARE CALLED "NONADMITTED" OR "SURPLUS LINE" INSURERS.**
- 2. THE INSURER IS NOT SUBJECT TO THE FINANCIAL SOLVENCY REGULATION AND ENFORCEMENT WHICH APPLIES TO CALIFORNIA LICENSED INSURERS.**
- 3. THE INSURER DOES NOT PARTICIPATE IN ANY OF THE INSURANCE GUARANTEE FUNDS CREATED BY CALIFORNIA LAW. THEREFORE, THESE FUNDS WILL NOT PAY YOUR CLAIMS OR PROTECT YOUR ASSETS IF THE INSURER BECOMES INSOLVENT AND IS UNABLE TO MAKE PAYMENTS AS PROMISED.**
- 4. CALIFORNIA MAINTAINS A LIST OF ELGIBLE SURPLUS LINE INSURERS APPROVED BY THE INSURANCE COMMISSIONER. ASK YOUR AGENT IF THE INSURER OR BROKER IS ON THAT LIST.**
- 5. FOR ADDITIONAL INFORMATION ABOUT THE INSURER YOU SHOULD ASK QUESTIONS OF YOUR INSURANCE AGENT, BROKER, OR "SURPLUS LINE" BROKER OR CONTACT THE CALIFORNIA DEPARTMENT OF INSURANCE AT THE FOLLOWING TOLL-FREE TELEPHONE NUMBER: 1-800-927-4357.**

CERTIFICATE OF DECLARATIONS

PUBLIC ACCESS UNDERWRITING SERVICES

a Division of M.T.S. Insurance Services, LLC

CERTIFICATE NUMBER: 3ZH 162351 01

EFFECTIVE DATE: 7/1/2001 - 7/1/2002 (12:01 A.M. STANDARD TIME)

Item No.	
1.	INSURED: CALIFORNIA PUBLIC ENTITY PROPERTY PROGRAM (CPEPP) ADDRESS: 500 WASHINGTON STREET, SUITE 300 CITY/STATE/ZIP CODE: SAN FRANCISCO, CA 94111
2.	In consideration of the premium specified in Certificate Declaration, the following insurer or insurers has/have agreed to be bound as described herein: INSURER(S): SPECIALTY SURPLUS INSURANCE COMPANY PERCENTAGE: 100%
3.	DESCRIPTION AND LOCATION OF PROPERTY COVERED: PER STATEMENT OF VALUES ON FILE WITH COMPANY
4.	LIMIT OF LIABILITY: \$5,000,000 PRIMARY PER OCCURRENCE <i>WITH RESPECT TO LOSS OR DAMAGE CAUSED BY OR RESULTING FROM EARTHQUAKE OR FLOOD, THE LIMIT OF LIABILITY DURING ANY ONE POLICY YEAR SHALL NOT EXCEED:</i> EARTHQUAKE: N/A FLOOD: \$5,000,000
5.	DEDUCTIBLE AMOUNT(S): PER SECTION 1, ITEM 5, PAGE 10
6.	FORM(S): CPEPP - PRIMARY DECLARATIONS MANUSCRIPT FORM: (CPEPP) PEP 2001 (T:\DEPARTMENT USER\WORDINGS\WORDINGS\2001\PEP 2001 MASTER2.DOC), PAGES 1-63
7.	PRIMARY POLICY ENDORSEMENT(S): 1 THROUGH 19, PAGES 64-99 FOLLOWING FORM ENDORSEMENT(S):
8.	Insurer's agent for service of process in California: Corporation Service Company DBA: CSC - Lawyers Incorporating Service Attn: Ms. Lori Castaneda 2730 Gateway Oaks Dr., Suite 100 Sacramento, CA 95833

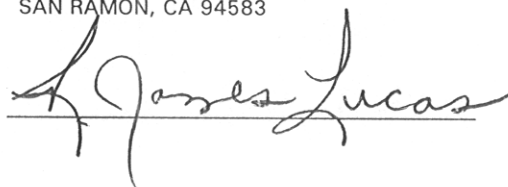
PREMIUM	\$2,059,641.31
SLA TAXES & FEES	67,206.47
CAT. ANALYSIS FEE	
DSS FEE	8,250.00
TOTAL	\$2,135,097.78

IN THE EVENT OF A CLAIM UNDER THE INSURANCE DESCRIBED IN THIS POLICY, PLEASE NOTIFY:

PUBLIC ACCESS UNDERWRITING SERVICES
 a Division of M.T.S. Insurance Services, LLC
 12667 ALCOSTA BLVD., SUITE 180
 SAN RAMON, CA 94583

DATE OF ISSUE: November 6, 2001

SURPLUS LINES BROKER:



CERTIFICATE PROVISIONS

1. **Evidence of Insurance.** This Certificate is evidence of the placement of the insurance described in the Certificate Declarations in accordance with Section 1764 of the California Insurance Code.
2. **Signature Required.** This Certificate shall not be valid unless signed by the Surplus Line Broker at the end of the Certificate Declarations.
3. **Surplus Line Broker Not Insurer.** The Surplus Line Broker is not an Insurer of the insurance described herein. The Insurer(s) are only those insurer(s) listed in Certificate Declaration 2.
4. **Service of Suit Clause.** The Company has designated the following as its true and lawful agent upon whom may be served all lawful process in any action, suit or proceeding:

Corporation Service Company
DBA: CSC – Lawyers Incorporating Service
Attention: Ms. Lori Castaneda
2730 Gateway Oaks Drive
Suite 100
Sacramento, California 95833

Upon receipt of process served hereunder, the Company hereby designates John K. Conway, Corporate Secretary and General Counsel, 1 Kemper Drive, Corporate Legal C-3, Long Grove, IL 60049-0001, as the person to whom the officer or agent designated above is authorized to mail such process.

5. **Attached Conditions Incorporated.** The insurance described in this Certificate is subject to all the provisions, terms, conditions and warranties set forth herein, or attached or endorsed to this Certificate, all of which are to be considered incorporated herein as further descriptive of the insurance the placement of which is evidenced by this Certificate.

PEPIP USA

CONTENTS

Page No.

Contents Pages	1-7
----------------------	-----

SECTION I

Declarations

1) Name of Insured	8
2) Address of Insured	8
3) Policy Period.....	9
4) Limits of Liability	9
4a) Optional Coverage Participation	10
5) Deductible Provisions	10
6) Unit of Insurance Defined	10

SECTION II

PHYSICAL DAMAGE TO PROPERTY

1) Coverage	11
2) Extensions of Coverage	11
A) Personal Effects	11
B) Property in Course of Construction	11
C) Fire Fighting Expenses.....	12
D) Off Premises Services Clause	13
E) Architects and Engineers Fees and Loss Adjustment Expenses	13
F) Expediting Expenses.....	13
G) Debris Removal.....	13
H) Building Laws	14
I) Demolition Cost	14
J) Increased Cost of Construction.....	14
K) Automatic Coverage.....	14
L) Errors and Omissions.....	14
M) Animals	15
N) Valuable Papers.....	15
O) Transit	15
P) Vehicles While On Insured Premises.....	15

3)	Exclusions	15
	A) Property Exclusions.....	15
	B) Asbestos Clean-up and Removal.....	18
4)	Loss Payment Basis/Valuation	18
5)	Special Conditions	21
	A) Automatic Coverage/Reporting Conditions	21
6)	Definitions.....	22
	A) Loss.....	22
	1) Windstorm.....	22
	2) Flood.....	23
	3) Earthquake Shock.....	24
	4) Personal Effects.....	25
	5) Improvements and Betterments.....	25

SECTION III

INTERRUPTION OF BUSINESS / EXTRA EXPENSE AND RENTAL INCOME

1)	Coverage	26
	A) Business Interruption.....	26
	B) Extra Expense	26
2)	Extensions of Coverage	27
	A) Ingress/Egress.....	27
	B) Interruption by Civil Authority	27
	C) Demolition and increased time to rebuild.....	27
	D) Non-Productive Property	28
	E) Contingent business interruption and/or extra expense and/or rental value	28
	F) Extended period of indemnity extension.....	28
3)	Exclusions	29
	A) Special Exclusions.....	29
4)	Loss Payment Valuation.....	29
	A) Expenses to Reduce Loss.....	29
5)	Conditions Applicable to Business Interruption/ Extra Expense and Rental Value.....	30

6)	Definitions.....	30
A)	Gross Earnings.....	30
B)	Merchandise	31
C)	Extra Expense	31
D)	Rental Value	31
E)	Period of Restoration.....	32

SECTION IV
GENERAL CONDITIONS

1)	Perils Covered	33
2)	Perils Excluded	33
3)	Territorial Limits	35
4)	Reinstatement.....	35
5)	F.O.B. Shipments.....	35
6)	Protection and Preservation of Property	35
7)	Breach of Conditions.....	36
8)	Permits and Privileges	36
9)	Protective Safeguard	37
10)	Notice of Loss	37
11)	Protection of Property	38
12)	Arbitration of Value	38
13)	Proof of Loss	39
14)	Subrogation	39
15)	Cancellation	40
16)	Abandonment	41
17)	Assignment.....	41
18)	Salvage.....	41
19)	Other Insurance	41
20)	Excess Insurance	42
21)	Right to Review Records	42
22)	Concealment and Fraud	42
23)	Liberalization.....	43
24)	Loss Payable Clause	43
25)	Full Waiver.....	43
26)	Report of Values/Premium.....	43

SECTION V

DATA PROCESSING MEDIA

1)	Coverage	44
	A) Property Covered.....	44
	B) Perils Covered	44
2)	Extensions of Coverage	44
3)	Exclusions	44
	A) Property Excluded	44
	B) Perils Excluded.....	45
4)	Loss Payment Basis/Valuation	45
5)	Special Conditions	46
6)	Definitions.....	46
	A) Active Data Processing Media.....	46

SECTION VI

FINE ARTS FLOATER

1)	Coverage	47
	A) Property Covered.....	47
	B) This Floater Insures Against.....	48
	C) Wall to Wall (Nail to Nail) Coverage	48
2)	Extensions of Coverage	48
3)	Exclusions	48
4)	Loss Payment Basis/Valuation	50
5)	Special Conditions	50
	1) Misrepresentation and Fraud.....	50
	2) Notice of Loss.....	50
	3) Examination Under Oath	51
	4) Settlement of Loss.....	51
	5) No Benefit to Bailee.....	51
	6) Subrogation of Loan	51
	7) Loss Clause.....	52
	8) Protection of Property.....	52
	9) Suits	52
10)	Appraisal	52
11)	Civil Authority.....	53
12)	Conformity to Statute.....	53
13)	Changes	53
14)	Additional Covered Party(ies).....	53
15)	Packing.....	53
16)	Other Insurance.....	53
17)	Pair and Set.....	53
6)	Definitions.....	53

SECTION VII

EXTRA EXPENSE ELECTRONIC DATA PROCESSING

1)	Coverage	54
	Measure of Recovery	55
2)	Extensions of Coverage	55
3)	Exclusions	55
4)	Loss Payment Basis/ Valuation Deductible.....	56
5)	Special Conditions.....	56
	Resumption of Operations.....	56
6)	Definitions.....	57
	A) Extra Expense	57
	B) Normal	57

SECTION VIII

MOBILE / CONTRACTORS EQUIPMENT

1)	Coverage	58
2)	Extensions of Coverage	59
3)	Exclusions	60
4)	Loss Payment Basis/Valuation	60
5)	Special Conditions.....	60
6)	Definitions.....	60

SECTION IX

ACCOUNTS RECEIVABLE

1.	Coverage	61
2.	Extensions of Coverage	61
3.	Exclusions	61
4.	Loss Payment Basis/Valuation	62
	Determination of Receivables; Deductions.....	62
5.	Special Conditions.....	62
6.	Definitions.....	63
	Accounts Receivable	63

SCHEDULE OF ENDORSEMENTS

ENDORSEMENT No. 1	Boiler and Machinery and Property Joint Loss Adjustment.....	64
ENDORSEMENT No. 2	Property Joint Loss Adjustment.....	65
ENDORSEMENT No. 3	Seepage and/or Pollution and/or Contamination Exclusion, Debris Removal and Cost of Clean-Up Extension, Authorities Exclusion.....	66/67
ENDORSEMENT No. 4	Minimum Earned Assessments	68
ENDORSEMENT No. 5	Lender's Loss Payable Endorsement ..	69/70
ENDORSEMENT NO. 5A	Loss Payable Provisions (Form CP 12 18 10 91)	71/72/73
ENDORSEMENT No. 6	Severability Notice	74
ENDORSEMENT No. 7	Accidental Contamination Extension	75
ENDORSEMENT No. 8	Automatic Additional Insureds and/or Loss Payees.....	76
ENDORSEMENT No. 9	Earthquake and Flood Exclusion.....	77
ENDORSEMENT No. 10	Transit	78
ENDORSEMENT No. 11	Coverage Limited to Specific Declarations.....	79
ENDORSEMENT No. 12	Priority of Payments and Excess Limit of Liability "Drop Down" Clause	80
ENDORSEMENT No. 13	Leasehold Interest	81
ENDORSEMENT No. 14	Revenue Interruption Protection (excluding Earthquake and Flood).....	82
ENDORSEMENT No. 15	Electronic Data Exclusion Endorsement...	83
ENDORSEMENT No. 16A	Electronic Date Recognition Exclusion "Wording A"	84
ENDORSEMENT No. 16B	Electronic Date Recognition Exclusion "Wording B"	85
ENDORSEMENT No. 16C	Electronic Date Recognition Exclusions ..	86
ENDORSEMENT No. 17	Named Insured and Members	88
ENDORSEMENT No. 18	Automatic Acquisition Clause	93

SECTION I

In consideration of the premium paid by the Insured to this Insurer, the Insurer agrees to insure the following per the terms and conditions herein:

1) NAME OF INSURED:

AS PER DECLARATIONS PAGE

and its members or (member agencies) as per the Named Insured Endorsement and any entities or individuals for whom the Named Insured is required to provide coverage as their interests may appear and other organizations and enterprises which now exist or which hereafter may be created or acquired and which are owned, financially controlled or actively managed by the herein named interest, all jointly, severally or in any combination of their interests, for account of whom it may concern.

Lessors and other party(ies) of interest in all property of every description covered hereunder are included herein as additional Insureds for their respective rights and interests, it being understood that the inclusion hereunder of more than one covered party shall not serve to increase the Insurer's limit of liability.

Mortgagees to whom certificates of coverage have been issued are covered hereunder in accordance with the terms and conditions of Form 438 BFU NS, CP12 18 1091, or equivalent as required by the mortgagee.

Loss, if any, shall be adjusted with the Insured and payable to the named insureds as their respective interests may appear, subject however, to the provisions of any mortgagees or payee clauses which may otherwise be herein provided or endorsed hereon.

2) MAILING ADDRESS OF INSURED:

AS PER DECLARATION PAGE

3) POLICY PERIOD:

12 MONTHS AS PER DECLARATION EFFECTIVE DATE AND EXPIRATION DATE

4) LIMITS OF LIABILITY:

The limit of liability as stated below is per occurrence and in the annual aggregate as respects the peril of earthquake shock and also in the annual aggregate as respects the peril of flood. The provisions of the reinstatement clause as stated elsewhere herein, are null and void as respects the perils of earthquake shock and flood.

Subject to specific exclusions, modifications, and conditions hereinafter provided, the liability of this Insurer in any one occurrence regardless of whether one or more of the coverages of this Policy are involved shall not exceed:

1. AS PER DECLARATION Per occurrence all risk perils except earthquake shock and flood

THE FOLLOWING ARE OPTIONAL COVERAGES. COVERAGE IS PROVIDED IF A SUB-LIMIT IS SHOWN ON THE DECLARATIONS PAGE. SUB-LIMITS DO NOT INCREASE THE OCCURRENCE LIMIT OF LIABILITY.

- A. Per occurrence and in the annual aggregate as respects flood.
- B. Per occurrence and in the annual aggregate as respects earthquake shock
- C. Combined Business Interruption, Extra Expense, Rental Income, Tax Interruption
- D. Miscellaneous unnamed locations and automatic coverage as per Endorsement #18
- E. Landscaping, tees, sand traps, greens and athletic fields
- F. Errors & Omissions
- G. Course of Construction
- H. Money and Securities for Fire, Wind, Hail, Explosion, Smoke, Lightning, Riot, Civil Commotion, Impact by Aircraft or Objects falling therefrom, Impact by Vehicles, Water Damage and Theft (other than by an employee of the Insured)
- I. Unscheduled fine arts
- J. Accidental Contamination including owned land, land values and water owned by the Insured
- K. Tunnels, bridges, dams, catwalks except those not for public use, roadways, highways, streets, sidewalks, culverts, street lights and traffic signals
- L. Other – as shown in declarations page

4A) OPTIONAL COVERAGE PARTICIPATION

It is understood and agreed that certain Insureds participate in Optional Coverage on this Policy as set forth below.

OPTIONAL COVERAGES IDENTIFICATION:

- A) Earthquake Shock
- B) Licensed Vehicles
- C) Contractors Equipment/Unlicensed Vehicles
- D) Scheduled Fine Arts
- E) Flood – Shared Program Limits
- F) Flood – Specified Flood Per Insured

5) DEDUCTIBLE PROVISIONS:

If two or more deductible amounts provided above apply for a single 'occurrence', the total to be deducted shall not exceed the largest per 'occurrence' deductible amount applicable.

Deductibles are shown on the Declarations page.

6) UNIT OF INSURANCE DEFINED:

In the application of the Earthquake Shock Deductible Clause, and the Apportionment of Loss Clause made a part of this Policy, each of the following shall be considered a Separate Unit of Insurance:

- (a) Each Separate Building or Structure;
- (b) The Contents of each Building or Structure;
- (c) Applicable Time Element Coverage of each separate Building or Structure;
and
- (d) Property in each Yard.

This Insurer shall not be liable for loss to any Unit of Insurance covered hereunder unless such loss exceeds the percentages stated in this Policy of the replacement values of such Unit of Insurance at the time when such loss shall happen, and then only for its proportion of such excess.

The Terms and Conditions stated in #5 (Deductible provisions) and #6 (Unit of insurance defined) supersede the provisions of any Deductible Clause contained elsewhere in this Policy.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

SECTION II

PHYSICAL DAMAGE TO PROPERTY

1) COVERAGE:

Subject to the terms, conditions and exclusions hereinafter contained, this Policy insures all property of every description of an insurable nature, both real and personal (including improvements and betterments), of the Insured or property of others in the care, custody or control of the Insured, for which the Insured is liable or under obligation to keep insured.

It is also understood and agreed that the interest of additional covered parties and/or loss payees are automatically included.

2) EXTENSIONS OF COVERAGE:

A) PERSONAL EFFECTS

This Policy is extended to cover only such personal effects and wearing apparel of any of the officials, employees, students and personal effects of the Insured named in this Policy for which the Insured may elect to assume liability while located in accordance with the coverage hereof, but loss, if any, on such property shall be adjusted with and payable to the Insured.

B) PROPERTY IN COURSE OF CONSTRUCTION

It is understood and agreed that as respects course of construction and remodeling projects, this Policy will provide automatic coverage subject to the following conditions:

- (1) Project involves only real property on new or existing locations (excluding dams, piers, roads, and bridges)
- (2) Value of the project at the location does not exceed \$25,000,000, however the Insured shall report to the companies if values of Project exceed \$25,000,000. However, inadvertent failure to report shall not void coverage of said Project.
- (3) Additional Expense Soft Cost: This coverage applies to new buildings or structures in the course of construction up to the time that the new building (s) or structure (s) is initially occupied or put to its intended use whichever occurs first.

The Insurer will cover the additional expenses of the Insured as defined below for up to 25% of the estimated completed value of the project which results from a delay in the completion of the project beyond the date it would have been completed had no loss or damage occurred. The delay must be due to direct physical loss or damage to Property Insured and be caused by or result from a peril not excluded by this Policy. The Insurer will pay covered expenses when they are incurred.

- a. Additional Interest Coverage – The Insurer will pay the additional interest on money you borrow to finance construction or repair.
- b. Rent or Rental Value Coverage – The Insurer will pay the actual loss of net rental income that results from delay beyond the projected completion date. But the Insurer will not pay more than the reduction in rental income less charges and expenses that do not necessarily continue.
- c. Additional Real Estate Taxes or Other Assessments – The Insurer will pay the additional real estate taxes or other assessments you incur for the period of time that construction is extended beyond the completion date.
- d. Additional Advertising and Promotional Expenses – The Insurer will pay the additional advertising and promotional expense that becomes necessary as a result of a delay in the completion of the project.
- e. Additional Commissions Expense – The Insurer will pay the additional expenses which result from the renegotiating of leases following an interruption in the project.
- f. Additional Architectural and Engineering Fees – The Insurer will pay the additional architectural and engineering fees that become necessary as a result of a delay in the completion of the project.
- g. Additional License and Permit Fees – The Insurer will pay the additional license and permit fees that become necessary as a delay in the completion of the project.
- h. Legal and Accounting Fees – The Insurer will pay the additional legal and accounting fees you incur as a result of a delay in the completion of the project.)

C) FIRE FIGHTING EXPENSES

It is understood and agreed that the Insurer shall be liable for the actual charges of fire fighting expenses including but not limited to those charged by municipal or private fire departments responding to and fighting fire in/on, and/or protecting property included in coverage provided by this Policy.

D) OFF PREMISES SERVICES CLAUSE

It is understood and agreed that coverage under this Policy is extended to include physical damage, business interruption loss and/or extra expense incurred and/or sustained by the Insured as a result of damage to or destruction of, by the perils insured against, to property of the type not excluded by this Policy of any suppliers furnishing heat, light, power, gas, water, telephone or similar services to an Insured's premises.

E) ARCHITECTS AND ENGINEERS FEES AND LOSS ADJUSTMENT EXPENSES

This Policy also insures any of the following:

- (1) Architects and engineers fees
- (2) Loss adjustment expenses including, but not limited to, auditors, consultants and accountants

F) EXPEDITING EXPENSES

It is understood and agreed that coverage under this Policy includes the reasonable extra cost of temporary repair and of expediting the repair of such damaged property of the Insured, including overtime and the extra costs of express or other rapid means of transportation.

G) DEBRIS REMOVAL

This Policy also covers expenses incurred in the removal of debris of the property covered hereunder that may be destroyed or damaged by a covered peril(s). This debris removal coverage does not apply to the cost to extract pollutants from land or water, or to remove, restore or replace polluted land or water, except as provided by Endorsement No 07.

H) BUILDING LAWS

In the event of physical damage to property insured by a covered peril this Policy is extended to cover the loss occasioned by the enforcement of any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures, which is in force at the time such a loss occurs, which necessitates the demolition of any portion of the covered building not damaged by the covered peril(s).

I) DEMOLITION COST

In the event of physical damage to property insured by a covered peril this policy is extended to cover the cost of demolishing any undamaged portion of the covered property including the cost of clearing the site thereof, caused by loss from any covered peril(s) under this Policy and resulting from enforcement of any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures and in force at the time of loss which necessitates such demolition;

J) INCREASED COST OF CONSTRUCTION

In the event of physical damage to property insured by a covered peril this Policy is extended to cover the increased cost of repair or replacement occasioned by the enforcement of any local state ordinance or law regulating the construction, repair or demolition of buildings or structures, which is in force at the time such a loss occurs or which comes into force within 12 months after such a loss occurs, which necessitates in repairing or replacing the building covered hereunder which has suffered damage or destruction by the covered peril(s) or which has undergone demolition, limited, however, to the minimum requirements of such ordinance or law.

K) AUTOMATIC COVERAGE

This Policy provides automatic coverage without additional premium, for additions and increases in values as respects existing Insureds subject to such increase in values not exceeding \$ per declaration page and as per Endorsement #18 per Insured.

L) ERRORS & OMISSIONS

No unintentional errors or omissions in description, location of property or valuation of property will prejudice the Insured's right of recovery but will be reported to the Insurer(s) as soon as practicable when discovered.

M) ANIMALS

Including police dogs, horses and other specially trained animals. Coverage includes retraining expenses.

N) VALUABLE PAPERS

Valuable papers or the cost to reconstruct valuable papers lost or damaged by perils insured against during the term of this Policy.

O) TRANSIT

Personal property of the Insured or property held by the Insured in trust or on commission or on consignment for which the Insured may be held legally liable while in due course of transit, worldwide, against All Risks of Direct Physical Loss or Damage to the property insured occurring during the period of this Policy.

P) VEHICLES WHILE ON INSURED PREMISES

Vehicles while on premises against lost or damaged by a peril insured against during the term of this Policy.

3) PROPERTY NOT COVERED:

A) PROPERTY EXCLUSIONS

This Property Policy does not provide coverage for any of the following:

- (1) Aircraft, watercraft and rolling stock, except: Watercraft up to 27', unless scheduled and Light rail vehicles, subway trains and related track maintenance vehicles for light rail and subway lines.
- (2) Standing timber, bodies of water, growing crops, and dams.
- (3) Land, (including land on which covered property is located), and land values (except athletic fields, landscaping, sand traps, tees and greens).
- (4) Property in due course of ocean marine transit.

- (5) Shipment by mail after delivery into the custody of the United States Post Office.
- (6) Property in course of construction with construction values greater than \$25,000,000.
- (7) Power transmission, feeder lines and underground pipes more than 2,500 feet from the premises of the Insured.
- (8) Tunnels, bridges, dams, catwalks (except those not for public use), roadways, highways, streets, sidewalks, culverts, streetlights, traffic signals, excess of sub-limit as per Declaration, unless values are specifically declared.
- (9) As respects course of construction the following exclusions shall apply:
 - (a) The cost of making good, faulty or defective workmanship, material, construction or design, but this exclusion shall not apply to damage resulting from such faulty or defective workmanship, material, construction or design.
 - (b) The cost of non-compliance of, or delay in completion of contract.
 - (c) The cost of non-compliance with contract conditions.
 - (d) Contractors' equipment or tools not a part or destined to become a part of the installation.

The following additional exclusions apply to loss or damage to animals covered under this Policy:

- (1) Death of any animal(s) from natural causes.
- (2) Death of any animal(s) which dies from an unknown cause unless:
 - (a) upon the death of such animal a post-mortem examination made of such animal by a licensed veterinarian, and if
 - (b) the veterinarian's post-mortem report shows the cause of death to clearly fall within the coverages of this Policy.

- (3) Death of any animal(s) as a result of surgical operation, including inoculation, unless the necessity for same arises from an event covered by this Policy.
- (4) The death or destruction of any animal(s) caused by resulting from, or made necessary by physical injury caused by or resulting from the activities of the injured animal or other animals unless such death or destruction is the result of any event otherwise covered by this Policy.
- (5) The death of any animal(s) caused directly or indirectly by the neglect or abuse of the Insured, his agent, employees or bailees (carriers for hire excepted) unless such loss is a result of an event otherwise covered by this Policy.
- (6) The loss by death of any animal(s) as a result of parturition or abortion.
- (7) Loss resulting from depreciation in value caused by any animal(s) covered hereunder becoming unfit for or incapable of filling the function or duties for which it is kept, employed or intended unless such loss is the result of an event otherwise covered by this Policy.
- (8) Loss by destruction of any animal(s) on the order of the federal or any state government, or otherwise as a result of having contracted or been exposed to any contagious or communicable disease.
- (9) The removal or disposal of the remains of any animal(s) nor the expense thereof unless such loss is the result of an event otherwise covered by this Policy.
- (10) The loss of any animal(s) that has been unnerved (the term "unnerved" to be considered as meaning the operation of neurotomy for lameness).
- (11) Any claim consequent upon delay, deterioration, or loss of use or loss of market arising from an event covered by this Policy.

B) ASBESTOS CLEAN-UP AND REMOVAL

This Policy specifically excludes asbestos clean-up, removal or loss of use of any Insured facility as mandated by any Public Agency, code or ordinance. However, in the event that asbestos materials not previously required to be removed by a Public Agency, code or ordinance sustains physical damage as a result of a covered peril(s) then coverage is afforded for, Debris removal or salvage operations within the immediate area of physical damage (caused by a covered peril) to other covered property; then this Policy will provide coverage for asbestos clean-up or removal within the damaged area and applicable time element coverages.

Asbestos clean-up, removal and loss of use of insured facilities under the demolition and increased cost of construction coverage provided by this Policy is hereby excluded:

In no event will coverage be extended to cover undamaged asbestos, including undamaged asbestos in any portions of the building mandated by Public Agency, codes or ordinances to be demolished or brought into compliance with current building codes.

4) LOSS PAYMENT BASIS/VALUATION

In case of loss to property of an Insured covered hereunder, the basis of adjustment shall be as of the time and place of loss as follows:

- (A) On all real and personal property, including property of others at the replacement value at the time of the loss without deduction for depreciation. If property is not replaced within a reasonable period of time, then the actual cash value
- (B) On improvements and betterments at the replacement value at time of loss without deduction for depreciation. If property is not repaired or replaced within a reasonable period of time, then the actual cash value. If replaced or repaired by others for the use of the Insured, there shall be no liability hereunder. The Insurer agrees to accept and consider the Insured as sole and unconditional owner of all improvements and betterments, any contract or lease the Insured may have made to the contrary notwithstanding.

- (C) On manuscripts, mechanical drawings, patterns, electronic data processing media, books of accounting and other valuable papers, the full replacement cost of the property at the time of loss (including expenses incurred to recreate the information lost, damaged or destroyed) or what it would then cost to repair, replace or reconstruct the property with other of like kind and quality. If not repaired, replaced or reconstructed within a reasonable period of time, then not to exceed the cost of blank or unexposed material.
- (D) On antique, restored or historical buildings, the cost of acquisition, relocation to the site and renovation or reconstruction. In the event of a partial loss, normal replacement cost coverage as set forth in item A above would apply.
- (E) On property of others for which the Insured is liable under contract or lease agreement the Insurer's liability in the event of loss is limited to the Insured's obligation as defined in said contract or lease agreement.
- (F) The valuation of library contents is as follows:

<u>Category</u>	<u>Value**</u>
Juvenile Picture Book	\$ 14.75
Juvenile Book	\$ 14.75
Juvenile Reference Book	\$ 33.50
Pamphlets	\$ 2.00
Magazines	\$ 4.75
Fiction	\$ 21.00
Law Periodical	\$ 34.95
Non-Fiction	\$ 32.50
Reference	\$ 83.75
Law Reference	\$ 110.00
Art	\$ 71.75
Film (16mm)	\$ 600.00
Film (8mm)	\$ 15.00
Film (Super 8mm)	\$ 15.00
Strips	\$ 8.25
Cassette Film Strips	\$ 57.00
Records	\$ 11.00
Videos (Tapes and C.D.s)	\$ 51.00
Audio Cassette	\$ 11.75
Computer Software (incl. C.D.s)	\$ 400.00
(Law) CD ROM	\$ 80.00
Books on Tape	\$ 22.00
Law Magazines	\$ 6.25
Compact Discs	\$ 25.00
Paperback Books	\$ 7.50

These figures are the raw costs of each category of books established from the library association. The figures do not include the "shelving cost" of each book as we recognize that not all books will be replaced. The coverage for shelving is a "valuable papers" exposure i.e. and covered elsewhere in this Policy.

Therefore, the formula for adjusting a library loss is:

of items in a category X valuation figure + shelving cost under "valuable papers" coverage if item is replaced.

This eliminates the need to adjust each item on its specific actual cash value or replacement cost.

The actual cost per item in the final adjustment is to be computed as of the time and place of loss or damage.

- (G) Covered vehicles and/or contractors' equipment/unlicensed vehicles on or off premises (as per summary of values on file with the Insured). The Insurer shall not be liable* for more than the actual cash value of the property at the time any loss or damage occurs and the loss or damage shall be ascertained or estimated according to such actual cash value with proper deduction for depreciation. However, in no event shall the loss exceed what it would then cost to repair or replace the same with material of like kind and quality, nor the amount for which the Insured may be liable.

* Unless specified as replacement cost (new). If summary of values, provided by the Insured, for vehicles/contractors' equipment provides valuation based on 100% "replacement cost new", then recovery will be on the same basis.

- (H) Animals: The stated value as per schedule on file with the Insured.
- (I) Landscape, sand traps, tees, greens and athletic fields; the actual replacement cost of sod, shrubs, sand (pertaining to sand traps within 15 yards of greens), plants and trees; however the Insurer's liability for replacement of trees, plants and shrubs will be limited to the actual size of the destroyed plant, tree or shrub at the time of the loss up to a maximum size of 15 gallons per item.

Definitions:

Wherever the term "actual cash value" is used as respects real property or improvements and betterment's in this clause, or elsewhere herein, it shall mean replacement value less physical depreciation.

The aforementioned valuations shall also be used for the purpose of the assessment adjustment clause of this Policy.

5) SPECIAL CONDITIONS:**A) AUTOMATIC COVERAGE/REPORTING CONDITIONS**

Subject to the terms, conditions and limitations in Endorsement #18.

It is understood and agreed that:

- (1) This Policy is automatically extended to cover all additional property as described in this Policy and associated Business Interruption / Extra Expense which may be purchased, leased, acquired or otherwise become at the risk of the Insured during the term of this Policy
- (2) This Insurer shall automatically cover such property and/or properties, subject to all the terms and conditions of the Policy to which this clause is attached; provided, however, that if there shall be any other insurance covering such additional property this Policy shall not attach or provide coverage thereon until liability of all such other insurance shall have first been exhausted and shall then attach and cover only for its proportion of the excess of loss, if any, over and above the amount due from such other insurance, whether valid or invalid or by solvent or insolvent insurers.
- (3) It is understood and agreed as respects earthquake shock at Policy annual inception, automatic coverage applies for the peril of earthquake shock for a period of 30 days from date of contractual requirement by any bond, certificate of participation or any similar investment, for any new locations where there is such a contractual requirement to provide earthquake shock coverage. Otherwise there is no Automatic Coverage for Earthquake Shock for any other new locations.

6) DEFINITIONS:

A) LOSS

Means the loss by any peril or combination of covered peril(s) arising out of a single occurrence. When the term applies to loss or losses from earthquake shock, flood, and/or windstorm, the following provisions shall apply:

(1) WINDSTORM

Each loss by windstorm shall constitute a single claim hereunder; provided, if more than one windstorm shall occur within any period of seventy-two (72) hours during the term of this Policy, such windstorm shall be deemed to be a single windstorm within the meaning thereof. The Insured may elect the moment from which each of the aforesaid periods of seventy-two (72) hours shall be deemed to have commenced but no two such seventy-two (72) hour periods shall overlap. The Insurer shall not be liable for any loss occurring before the effective date and time of the Policy. The Insurer will be liable for any losses occurring for a period of up to seventy-two (72) hours after the expiration of this Policy provided that the first windstorm loss or damage within that seventy-two (72) hours occurs prior to the date and time of expiration of this Policy.

In the event of there being a difference of opinion between the Insured and the Insurer as to whether or not all windstorm losses sustained by the Insured during an elected period of seventy-two (72) hours arose out of, or was caused by a single atmospheric disturbance, the stated opinion of the United States Weather Bureau or comparable Authority in any other country or locality shall govern as to whether or not a single atmospheric disturbance continued throughout the period at the location(s) involved.

(2) FLOOD

Each loss by flood shall constitute a single loss hereunder.

- (a) If any flood occurs within a period of the continued rising or overflow of any river(s) or stream(s) and the subsidence of same within the banks of such river(s) or stream(s); or
- (b) If any flood results from any tidal wave or series of tidal waves caused by any one disturbance;

such flood shall be deemed to be a single occurrence within the meaning of this Policy.

Should any time period referred to above extend beyond the expiration date of this Policy and commence prior to expiration, the Insurer shall pay all such flood losses occurring during such period as if such period fell entirely within the term of this Policy.

The Insurer shall not be liable, however, for any loss caused by any flood occurring before the effective date and time of this Policy or commencing after the expiration date and time of this Policy.

Flood shall mean a general condition of partial or complete inundation of normally dry land area from:

- (a) overflow of inland or tidal water;
- (b) unusual and rapid accumulation or run off of surface waters from any source.

Flood shall also mean mudslide or mudflow, which is a river or flow of liquid mud caused by flooding as defined in a. or b. above.

The definition of flood does not include ensuing loss or damage not otherwise excluded.

(3) EARTHQUAKE SHOCK

With respect to the peril of earthquake shock, any and all losses from this cause within a one hundred sixty-eight (168) hour period shall be deemed to be one loss. The Insured may elect the moment from which each of the aforesaid periods of one hundred sixty eight (168) hours shall be deemed to have commenced but no two such one hundred sixty eight (168) hour periods shall overlap.

The Insurer shall not be liable for any loss caused by an earthquake shock occurring before the effective date and time of this Policy. The Insurer will be liable for any losses occurring for a period of up to one hundred sixty eight (168) hours after the expiration of this Policy provided that the first earthquake shock loss or damage within that one hundred sixty eight (168) hours occurs prior to the date and time of the expiration of this Policy.

In the event of there being a difference of opinion between the Insured and the Insurer as to whether or not all earthquake shock losses sustained by the Insured during an elected period of one hundred sixty eight (168) hours arose out of, or were caused by a single earthquake shock, the stated opinion of the National Earthquake Shock Information Service of the United States Department of the Interior or comparable Authority in any other country or locality shall govern as to whether or not a single earthquake shock continued throughout the period at the locations involved.

The term earthquake shock is defined as: earth movement meaning natural faulting of land masses, but not including subsidence, landslide, rock slide, earth rising, earth sinking, earth shifting or settling unless as a direct result of such earth movement. The definition of earthquake shock does not include ensuing loss or damage not otherwise excluded. Further Earthquake Sprinkler Leakage is covered outside of the "Earthquake Shock" definition and subject to the basic peril deductible.

(4) PERSONAL PROPERTY OF OTHERS:

Any property (other than real property) belonging to others for which an Insured has assumed liability. This includes but is not limited to:

- Articles of Clothing
- Jewelry
- Sound Equipment
- Fine Arts (up to the sub-limit of unscheduled fine arts)
- EDP Media & Hardware
- Valuable Papers
- Portable Electronic Equipment
- Employee Tools

(5) IMPROVEMENTS AND BETTERMENTS:

Additions or changes made by an Insured/lessee at their own expense to a building they are occupying that enhance the building's value.

SECTION III

INTERRUPTION OF BUSINESS EARNINGS / EXTRA EXPENSE AND RENTAL INCOME

Subject to the terms, conditions and exclusions stated elsewhere herein, this Policy provides coverage for:

1) COVERAGE:

(A) BUSINESS INTERRUPTION

Against loss resulting directly from interruption of business, services or rental value caused by direct physical loss or damage, as covered by this Policy to real and/or personal property insured by this Policy, occurring during the term of this Policy.

In the event of such loss or damage the Insurer shall be liable for the actual loss sustained by the Insured for gross earnings as defined herein and rental value as defined herein resulting from such interruption of business, services, or rental value; less all charges and expenses which do not necessarily continue during interruption of business for only such length of time as would be required with the exercise of due diligence and dispatch to rebuild, repair or replace such part of the property as has been damaged or destroyed, commencing with the date of such damage or destruction and not limited by the date of expiration of this Policy. Due consideration shall be given to the continuation of normal charges and expenses including payroll expenses to the extent necessary to resume operations of the Insured with the same quality of service which existed immediately preceding the loss.

(B) EXTRA EXPENSE

This Policy is extended to cover the necessary extra expenses at any location as hereinafter defined, incurred by the Insured in order to continue as nearly as practicable the normal operation of the Insured's business following damage to or destruction as covered by this Policy of real or personal property insured by this Policy which is on premises owned, leased or occupied by the Insured. In the event of such damage or destruction, the Insurer shall be liable for such necessary extra expense incurred for only such length of time as would be required with the exercise of due diligence and dispatch to rebuild, repair or replace such part of the property as has been damaged or destroyed commencing with the date of damage or destruction and not limited by the date of expiration of this Policy (hereinafter referred to as the period of restoration).

With respect to Power Generating Facilities, Extra Expense shall also include any extra expense incurred resulting from the purchase of electrical power from any other power source subject to a \$ —PER DECLARATION— Limit of Liability. However, this Policy shall not cover loss of Bonus Capacity Payments, performance Guarantee penalties or any other indirect or remote loss of whatever nature.

2) EXTENSIONS OF COVERAGE:

A) INGRESS/EGRESS

This Policy is extended to insure the actual loss sustained during the period of time not exceeding four consecutive weeks when, as a direct result of physical loss or damage caused by a covered peril(s) by this Policy, ingress to or egress from property covered by this Policy is prevented.

B) INTERRUPTION BY CIVIL AUTHORITY

This Policy is extended to include the actual loss sustained by the Insured, as covered hereunder during the length of time not exceeding four consecutive weeks when, as a direct result of damage to or destruction of property by the covered peril(s), access to such described premises is specifically prohibited by order of civil authority.

C) DEMOLITION AND INCREASED TIME TO REBUILD

The Insurer shall, in the case of loss covered under this Policy, be liable also for loss to the interest covered by the Policy, occasioned by the enforcement of any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures and in force at the time such loss occurs, which necessitates the demolition of any portion of the described building(s) not damaged by the covered peril(s). The Insurer shall also be liable for loss due to the additional period of time required for repair or reconstruction in conformity with the minimum standards of such ordinance or law of the building(s) described in this Policy damaged by a covered peril.

THE INSURER SHALL NOT BE LIABLE UNDER THIS CLAUSE FOR:

- (1) More than the limit of liability as shown elsewhere in this Policy.
- (2) Any greater proportion of any loss to the interest covered by this Policy than the amount covered under this Policy on said interest bears to the total insurance and coverage on said interest, whether all such insurance contains this clause or not.

D) NON PRODUCTIVE PROPERTY

If the Real and/or Personal Property sustaining loss or damage does not produce an income the actual loss sustained shall be the continuing fixed charges and expenses directly attributable to such non productive property.

E) CONTINGENT BUSINESS INTERRUPTION AND/OR EXTRA EXPENSE AND/OR RENTAL VALUE

Subject to the terms, conditions and exclusions of this Policy to which this extension is attached and to the following conditions, the business interruption, extra expense, rental value coverage provided by this Policy is extended to cover loss directly resulting from physical damage to property of the type not otherwise excluded by this Policy at supplier or customer locations (whether such location is owned by the Insured or not) that prevents a supplier of goods and/or services to the Insured from supplying such goods and/or services, or that prevents a recipient of goods and/or services from the Insured from accepting such goods and/or services.

F) EXTENDED PERIOD OF INDEMNITY EXTENSION

Subject to the terms, conditions and exclusions of the Policy to which this extension is attached, the business interruption and/or extra expense and/or rental value coverage provided by this Policy is extended to provide coverage for the additional length of time required to restore the business of the Insured to the condition that would have existed had no loss occurred commencing on either;

- (1) the date on which the Insurer's liability would otherwise terminate or;
- (2) the date on which rebuilding, repairing or replacement of such property as has been lost, damaged or destroyed is actually completed, whichever is later.

The Insurer's liability under this extension shall terminate no later than twelve (12) months from the commencement date set forth above.

3) EXCLUSIONS:

SPECIAL EXCLUSIONS

- 1) The Insurer shall not be liable for any increase of loss which may be occasioned by the suspension, lapse, or cancellation of any lease or license, contract or order, unless such suspension, lapse, or cancellation results directly from the interruption of business and, then this Insurer shall only be liable for such loss as affects the Insured's earnings during and limited to, the period of indemnity covered under this Policy.
- 2) Media for electronic data processing: applicable only to the loss of earnings resulting from damage to or destruction of media for, or programming records pertaining to, electronic data processing or electronically controlled equipment, including data thereon by the covered peril(s). The length of time for which the Insurer shall be liable hereunder shall not exceed:
 - a) Thirty (30) consecutive calendar days; or
 - b) The length of time that would be required to rebuild, repair or replace such property herein described as has been damaged or destroyed (other than media for, or programming records pertaining to, electronic data processing or electronically controlled equipment, including data thereon);

whichever is the greater length of time.

4) LOSS PAYMENT VALUATION:

A) EXPENSES TO REDUCE LOSS:

This Policy also covers such expenses as are necessarily incurred for the purpose of reducing loss under this section (except incurred to extinguish a fire); but in no event to exceed the amount by which loss is thereby reduced.

5) CONDITIONS APPLICABLE TO BUSINESS INTERRUPTION/EXTRA EXPENSE AND RENTAL VALUE

If the Insured could reduce the loss resulting from the interruption of business:

- (1) by complete or partial resumption of operation of the property whether or not such property be lost or damaged, or;
- (2) by making use of merchandise or other property at the Insured's location or elsewhere;

such reduction shall be taken into account in arriving at the amount of the loss hereunder.

6) DEFINITIONS:

A) GROSS EARNINGS

"Gross Earnings" is defined as the sum of:

- (1) total net sales and;
- (2) other earnings derived from the operation of the business
less the cost of;
- (3) merchandise sold including packaging materials and;
- (4) materials and supplies consumed directly in supplying the service(s) sold by the Insured, and;
- (5) service(s) purchased from outside (not employees of the Insured) for resale that does not continue under contract.

No other cost shall be deducted in determining gross earnings.

In determining gross earnings, due consideration shall be given to the experience of the business before the date of loss or damage and the probable experience thereafter, had no loss occurred.

B) MERCHANDISE

Shall be understood to mean, goods kept for sale by the Insured which are not the products of manufacturing operations conducted by the Insured.

C) EXTRA EXPENSE

The term "extra expense", whenever used in this Policy, is defined as the excess (if any) of the total cost incurred during the period of restoration chargeable to the operation of the Insured's business over and above the total cost that would normally have been incurred to conduct the business during the same period had no damage or destruction occurred. Any salvage value of property obtained for temporary use during the period of restoration, which remains after the resumption of normal operations, shall be taken into consideration in the adjustment of any loss hereunder.

D) RENTAL VALUE

The term "rental value" is defined as the sum of:

- (1) the total anticipated gross rental income from tenant occupancy as furnished and equipped by the Insured, and;
- (2) the amount of all charges which are the legal obligation of the tenant(s) and which would otherwise be obligations of the Insured, and;
- (3) the fair rental value of any portion of said property which is occupied by the Insured, and;
- (4) any amount in excess of (1), (2) and (3) (above) which is an obligation due under the terms and conditions of any revenue bond, certificate of participation or other financial instrument.

In determining rental value, due consideration shall be given to the experience before the date of loss or damage and the probable experience thereafter had no loss occurred.

(E) PERIOD OF RESTORATION

The period during which business interruption and or rental interruption applies will begin on the date direct physical loss occurs and interrupts normal business operations and ends on the date that the damaged property should have been repaired, rebuilt or replaced with due diligence and dispatch (i.e. "normal speed).

SECTION IV

GENERAL CONDITIONS

1) PERILS COVERED

Subject to the terms, conditions and exclusions stated elsewhere herein, this Policy provides insurance against all risk of direct physical loss or damage occurring during the period of this Policy.

2) PERILS EXCLUDED

This Policy does not insure against any of the following:

- A) Loss or damage caused by or resulting from moths, vermin, termites, or other insects, inherent vice, latent defect, faulty workmanship, wear, tear or gradual deterioration, contamination, rust, wet or dry rot, mold, unless caused by a peril not otherwise excluded, or loss or damage by normal settling, shrinkage or expansion in building or foundation.
- B) Delay or loss of markets (this exclusion shall be inapplicable to the extent inconsistent with any time element coverage provided elsewhere herein).
- C) Breakdown or derangement of machinery and/or steam boiler explosion, unless loss not otherwise excluded herein ensues and then only for such ensuing loss. (This exclusion applicable only to boilers owned or controlled by Insured.) This exclusion does not apply to data processing equipment or media.
- D) Loss or damage caused by or resulting from misappropriation, conversion, inventory shortage, unexplained disappearance, infidelity or any dishonest act on the part of the Insured, its employees or agents or others to whom the property may be entrusted (bailees and carriers for hire excepted) or other party of interest.
- E) Loss or damage caused by or resulting from electrical injury or disturbance from artificial causes to electrical appliances, devices of any kind or wiring, unless loss not otherwise excluded herein ensues and then only for such ensuing loss. This exclusion does not apply to data processing equipment or media.

- F) Loss or damage to personal property resulting from shrinkage, evaporation, loss of weight, leakage, breakage of fragile articles, marring, scratching, exposure to light or change in color, texture or flavor, unless such loss is caused directly by fire or the combating thereof, lightning, windstorm, hail, explosion, strike, riot, or civil commotion, aircraft, vehicles, breakage of pipes or apparatus, sprinkler leakage, vandalism and malicious mischief, theft, attempted theft, flood or earthquake shock (earthquake shock shall apply only to locations that are scheduled for earthquake shock. This applies only to California.).
- G) Loss or shortage disclosed upon taking inventory or mysterious disappearance of property (except property in the custody of carriers or bailees for hire).
- H) Loss or damage caused by rain, sleet or snow to personal property in the open (except in the custody of carriers or bailees for hire).
- I) Loss caused directly or indirectly, by:
 - (1) hostile or warlike action in time of peace or war, including action in hindering, combating or defending against an actual, impending or expected attack
 - (a) by any government or sovereign power (de jure or de facto), or by any Authority maintaining or using military, naval or air forces; or
 - (b) by military, naval or air forces; or
 - (c) by an agent of any such government, power, authority or forces;
 - (2) any weapon of war employing atomic fission or radioactive force whether in time of peace or war;
 - (3) insurrection, rebellion, revolution, civil war, usurped power, or action taken by governmental Authority or hindering, combating or defending against such an occurrence, seizure or destruction under quarantine or customs regulations, confiscation by order of any government or public authority, or risks of contraband or illegal transportation or trade.

- J) Loss by nuclear reaction or nuclear radiation or radioactive contamination, all whether controlled or uncontrolled, and whether such loss be direct or indirect, proximate or remote, or be in whole or in part caused by, contributed to, or aggravated by the covered peril(s) in this Policy; however, subject to the foregoing and all provisions of this Policy, direct loss by fire resulting from nuclear reaction or nuclear radiation or radioactive contamination is insured by this Policy.

3) TERRITORIAL LIMITS

This Policy insures property within the United States. Personal property while in transit therein is extended to worldwide coverage.

4) REINSTATEMENT

Any reduction in the amount insured hereunder due to payment of any loss or losses shall be automatically reinstated for the balance of the term of this contract except as respects to those perils that are subject to annual aggregate limitation.

5) F.O.B. SHIPMENTS

This Insurer shall be liable for the interest of the Insured at sole option of the Insured, the interest of the consignee in merchandise which has been sold by the Insured under terms of F.O.B. point of origin or other terms usually regarded as terminating shippers' responsibility short of point of delivery.

6) PROTECTION AND PRESERVATION OF PROPERTY

In case of actual or imminent physical loss or damage of the type insured against by this Policy, the expenses incurred by the Insured in taking reasonable and necessary actions for the temporary protection and preservation of property insured hereunder shall be added to the total physical loss or damage otherwise recoverable under the Policy and be subject to the applicable deductible and without increase in the limit provisions contained in this Policy.

7) BREACH OF CONDITIONS

If any breach of a clause, condition or warranty of this Insurer contract or Policy shall occur prior to a loss affected thereby under this Policy, such breach shall not void the Policy nor avail the Insurer to avoid liability breach shall exist at the time of such loss under this contract or Policy, and be a contributing factor to the loss for which claim is presented hereunder, it being understood that such breach of clause or condition is applicable only to the property affected thereby. Notwithstanding the foregoing, if the Insured establishes that the breach, whether contributory or not, occurred without its knowledge or permission or beyond its control, such breach shall not prevent the Insured from recovering under this Policy.

8) PERMITS AND PRIVILEGES

Anything in the printed conditions of this Policy to the contrary notwithstanding, permission is hereby granted:

- A) to maintain present and increased hazards;
- B) to make additions, alterations, extensions, improvements and repairs, to delete, demolish, construct and reconstruct, and also to include all materials, equipment and supplies incidental to the foregoing operations of the property covered hereunder, while in, on and/or about the premises or adjacent thereto;
- C) for such use of the premises as usual and/or incidental to the business as conducted therein and to keep and use all articles and materials usual and/or incidental to said business in such quantities as the exigencies of the business require;
- D) to be or become vacant or unoccupied without limit of time.

Nor shall this Policy be prejudiced by:

- E) error in stating the name, number, street, or location of any building(s) and contents covered hereunder, or any error or omission involving the name or title of the Insured;

- F) any act or neglect of the owner of the building, if the Insured hereunder is not the owner, or of any occupant of the within described premises other than the Insured, when such act or neglect is not within the control of the Insured, named herein; or
- G) by failure of the Insured to comply with any of the warranties or conditions endorsed hereon in any portion of the premises over which the Insured has no control.

9) PROTECTIVE SAFEGUARDS

The Insured shall exercise due diligence in maintaining in complete working order all protective safeguard equipment and services.

10) NOTICE OF LOSS

In the event of loss or damage insured against under this Policy, the Insured shall give immediate notice thereof to ROBERT F. DRIVER ASSOCIATES, P.O. Box 6450, Newport Beach, CA 92658-6450 (949) 756-0271, FAX (949) 756-2713 of such loss.

The loss shall in turn be reported to Maxson Young Associates, Inc., One Sansome Street, Suite 950, San Francisco, California 94104 who is hereby authorized to represent the Insurer in the investigation and adjustment of any loss or damage under this Policy at the expense of the Insurer and without regard to the amount of loss or damage and/or applicable deductible if any.

All losses incurred by San Diego Pooled Insurance Program Authority (SANDPIPA) and its members, as well as the San Diego Unified Port District, shall be reported to Walsh Adjusting Company, 3547 Camino Del Rio South, Suite D, San Diego, CA 92108 who is hereby authorized to represent the Insurer in the investigation and adjustment of any loss or damage under this Policy at the expense of the Insurer and without regard to the amount of loss or damage and/or applicable deductible, if any.

All losses incurred by LAC-CAL shall be reported to McLarens Toplis, 5670 Wilshire Blvd. 20th Floor, Los Angeles, CA 90036 who is hereby authorized to represent the Insurer in the investigation and adjustment of any loss or damage under this Policy at the expense of the Insurer and without regard to the amount of loss or damage and/or applicable deductible, if any.

For Washington Cities Insurance Authority and Washington Schools Risk Management Pool, in the event of loss or damage that falls within the reporting requirements, the Insured will give immediate notice to the Insurer. For those losses reported to the Insurer, the Insured agrees to use Crawford-THG International Loss Adjusters, 19109 – 36th West, Suite 105, Lynnwood, Washington 98036, for the investigation and adjustment of the loss. The Insured will retain responsibility for the direction of the investigation and the overall adjustment of the loss.

However, Insurers reserve the right to utilize other adjusting firms if and when they feel it necessary.

11) PROTECTION OF PROPERTY

The Insured shall protect the property from further damage forthwith, separate the damaged and undamaged personal property stored in the best possible order and furnish a complete inventory of the destroyed, damaged and undamaged property. The expense for same are covered expenses under this Policy.

12) ARBITRATION OF VALUE

In case the Insured and the Insurer shall fail to agree as to the amount of loss, then, on the written demand of either, each shall select a competent and disinterested appraiser and notify the other of the appraisers selected. The appraiser shall first select a competent and disinterested umpire, and failing to agree upon such umpire, then, on request of the Insured or the Insurer such umpire shall be selected by judge of a court of record in the state in which the property covered is located.

The appraisers shall as soon as practicable, appraise the loss stating separately the loss of each item and failing to agree, shall submit their differences only to the umpire. An award in writing so itemized, of any two appraisers when filed with the Insurer shall determine the amount of loss. The party selecting him shall pay each appraiser and the expenses of appraisal and umpire shall be paid by the parties equally.

13) PROOF OF LOSS

The Insured shall render a signed and sworn proof of loss as soon as practical after the occurrence of a loss, stating the time, place and cause of loss, the interest of the Insured and of all others in the property, the value thereof and the amount of loss or damage thereto.

14) SUBROGATION

In the event of any loss payment under this Policy, the Insurer, shall be subrogated to all the Insured's rights of recovery thereof against any person or organization and the Insured shall execute and deliver instruments and papers and do whatever else is necessary to secure such rights

As respects subrogation it is agreed that, after expenses incurred in subrogation are deducted, the Insured and the Insurer shall share proportionately to the extent of their respective interests as determined by the amount of their net loss. Any amount thus found to be due to either party from the other shall be paid promptly.

This Policy shall not be prejudiced by agreement made by the Insured releasing or waiving the Insured's right to recovery against third parties responsible for the loss, under the following circumstances only:

- (1) If made before the loss has occurred, such agreement may run in favor of any third party;
- (2) If made after loss has occurred, such agreement may run only in favor of a third party falling within one of the following categories at the time of loss:
 - (a) a third party covered under this Policy; or
 - (b) a corporation, firm, or entity
 - (1) owned or controlled by the Insured or in which the Insured owns capital stock or other proprietary interest, or
 - (2) owning or controlling the Insured or owning or controlling capital stock or other proprietary interest in the Insured

- (3) whether made before or after loss had occurred, such agreement must release or waive the entire Right of Recovery of the named Insured against such Third party or
- (4) a Tenant of the Named Insured.

15) CANCELLATION

This Policy may be canceled by the Insured at any time by written notice or surrender of this Policy. This Policy may also be canceled by or on behalf of the Insurer by delivering to the Insured or by mailing to the Insured, by registered, certified or other first class mail at the Insured's address as shown in this Policy, written notice, not less than ninety (90) days prior to the effective date of cancellation. The mailing of such notice as aforesaid shall be sufficient proof and this Policy shall terminate at the date and hour specified in such notice. Notwithstanding what has been stated above, however, should this Policy be canceled for non-payment of assessment, the Insurer shall only be required to give the Insured ten (10) days notice.

It is further agreed that this Insurer will abide by all the laws regulating the non-renewal or cancellation of Insured instituted by the State Department of Insurance, regardless of whether or not the Insurer is an admitted carrier in the State having jurisdiction over the named insured.

If this insurance in total shall be cancelled by the Insured, the Insurer shall retain the customary short rate proportion of the premium hereon. If the Insurer elects to cancel coverage mid-term, then such cancellation shall be handled on a pro-rata basis without short rate penalty.

In the event of cancellation the aggregate retention and specific limit amount shall be applied pro rata with the balance, if any, to be paid to the Insured.

Payment or tender of any unearned premium by the Insurer shall not be condition precedent to the effectiveness of cancellation but such payment shall be made forthwith.

Cancellation shall not effect coverage on any shipment in transit or date of cancellation. Coverage will continue in full force until such property is safely delivered and accepted at place of final destination.

16) ABANDONMENT

There shall be no abandonment to the Insurer of any property.

17) ASSIGNMENT

Assignment or transfer of this Policy shall not be valid except with the written consent of the Insurer.

18) SALVAGE

When, in connection with any loss hereunder, any salvage is received prior or subsequent to the payment of such loss, the loss shall be figured on the basis on which it would have been settled had the amount of salvage been known at the time the loss was originally determined.

19) OTHER INSURANCE

Permission is hereby granted to the Insured to carry more specific insurance on any property covered under this Policy. This Policy shall not attach or become insurance upon any property which at the time of loss is more specifically described and covered under any other policy form until the liability of such other insurance has first been exhausted and shall then cover only the excess of value of such property over and above the amount payable under such other insurance, whether collectible or not. This Policy, subject to its conditions and limitations, shall attach and become insurance upon such property as respects any peril not covered by such other insurance and not otherwise excluded herein.

In the event of a loss that is covered by other insurance, wherein this Policy is excess of any amount paid by such other insurer shall be applied to the deductible amount stated elsewhere. Should the amount paid by such other insurance exceed these deductibles, no further deductibles shall be applied under this Policy.

20) EXCESS INSURANCE

Permission is granted the Insured to maintain excess insurance over the limit of liability set forth in this Policy without prejudice to this Policy and the existence of such insurance, if any, shall not reduce any liability under this Policy. Also it is understood and agreed as respects earthquake shock or flood, that in the event of reduction or exhaustion of the aggregate limits of liability under the underlying Policy(s) by reason of loss(es) thereunder, this Policy shall:

- (a) in the event of reduction, pay out excess of the reduced underlying limit and
- (b) in the event of exhaustion, continue in force as the underlying Policy.

21) RIGHT TO REVIEW RECORDS FOLLOWING AN INSURED LOSS

The Insured as often as may be reasonably required, shall submit and so far as within their power, cause all other persons interested in the property or employees to submit to examination under oath by any person named by the Insurer relative to any and all matters in connection with a claim, and produce for examination all books of account, bills, invoices and other vouchers or certified copies thereof if originals be lost, at such reasonable time and place as may be designated by the Insurer or their representatives and shall permit extracts and copies thereof to be made.

22) CONCEALMENT AND FRAUD

This entire Policy shall be void, if whether before or after a loss, the Insured has willfully concealed or misrepresented any material facts or circumstance concerning this Policy of the subject thereof, or the interest of the Insured therein, or in case of any fraud or false swearing by the Insured relating thereto.

23) LIBERALIZATION

If during the period that coverage is in force under this Policy, or within forty-five (45) days prior to the inception date thereof, on behalf of this Insurer there be adopted, or filed with and approved or accepted insurance authorities, all in conformity with law, any changes in the form attached to this Policy by which this form of Policy could be extended or broadened without increased assessment charge by endorsement or substitution of form, then such extended broadened Policy shall inure to the benefit of the Insured hereunder as though such endorsement or substitution of form had been made.

It is hereby agreed that the terms and conditions of this form are substituted for those of the Policy to which it is attached, the provision of the latter being waived.

24) LOSS PAYABLE CLAUSE

In the event of a loss occurring under this Policy, the loss payment will be made in favor of the Insured(s) submitting the claim alone, and not to the program name.

25) FULL WAIVER

The terms and conditions of this form and endorsements attached thereto are substitute for those of the Policy to which it is attached, all terms, conditions and endorsements of latter being waived.

26) REPORT OF VALUES/PREMIUM

Premium shall be computed by applying the agreed rate against values commensurate with the valuation clause. Values declared to the Insurer are for premium purposes only and shall not limit the recovery under any area of coverage afforded by this Policy.

SECTION V

DATA PROCESSING MEDIA

This Policy is extended to provide coverage for loss or damage to data processing media:

1) COVERAGE:

A) PROPERTY COVERED

Active data processing media, being property of the Insured or property of others for which the Insured may be liable.

B) PERILS COVERED

This extension insures against all risks of direct physical loss or damage to the property covered except as hereinafter provided.

2) EXTENSIONS OF COVERAGE:

None.

3) EXCLUSIONS:

A) PROPERTY EXCLUDED

This extension does not insure accounts, bills, evidences of debt, valuable papers, records, abstracts, deeds, manuscripts or other documents except as they may be converted to data processing media form, and then only in that form, or any data processing media which cannot be replaced with other of like kind and quality.

B) PERILS EXCLUDED

This extension does not insure against loss, damage or expense resulting from or caused directly or indirectly by any of the following:

- (1) Data processing media failure or breakdown or malfunction of the data processing system including equipment and component parts while said media is being run through the system.
- (2) Dryness or dampness of atmosphere, extremes of temperature, corrosion, or rust unless directly resulting from physical damage to the data processing system's air conditioning facilities caused by a peril not excluded by the provisions of this Policy.
- (3) Delay, loss of market, loss of use or interruption of business, except as provided for elsewhere in this Policy.
- (4) Inherent vice, wear, tear, gradual deterioration or depreciation.
- (5) Any dishonest, fraudulent or criminal act by the Insured, a partner therein or an officer, director, employee or trustee thereof, whether acting alone or in collusion with others.

For the purpose of this exclusion an act of vandalism or malicious damage by an employee shall not constitute a dishonest, fraudulent or criminal act.

- (6) War risks or nuclear risks as excluded in the Policy to which this extension is attached.

Exclusions 1, 2, and 4 above do not apply to ensuing loss or damage unless another exclusion applies.

4) LOSS PAYMENT BASIS/VALUATION:

The limit of this Insurer's liability for loss or damage shall not exceed:

- A) The amount per article specified at the time of loss, said amount being the agreed value thereof for the purpose of this Policy.
- B) As respects all other property, the full reproduction cost of the property as detailed elsewhere in this Policy; if not replaced or reproduced, blank value of media; all subject to the applicable limit of liability stated in the schedule of values.

5) SPECIAL CONDITIONS:

None

6) DEFINITIONS:

A) ACTIVE DATA PROCESSING MEDIA:

Wherever used in this contract, shall mean all forms of converted data and/or program and/or instruction vehicles employed in the Insured's data processing operation.

SECTION VI

FINE ARTS FLOATER

1) COVERAGE:

The provisions and stipulations of this Section shall apply only to the property covered hereunder and none of the provisions and stipulations of this Policy, including any other endorsement made a part thereof, except the cancellation provision, shall apply to this Section VI.

If any of the property covered by this Section is also covered under any other provisions of the Policy of which this Section is made a part, those provisions are hereby amended to exclude such property, the intent being that the coverage under this Section is the sole coverage on such property.

This Section is extended to cover fine arts, which are the property of the Insured or the property of others in the custody or control of the Insured while on exhibition or otherwise within the limits of the Continental United States .

A) PROPERTY COVERED

- (1) Objects of art of every kind and description, the property of the Insured, the property of others and property in which the Insured shall have a fractional ownership interest which are owned by or have been leased, loaned, rented or otherwise made available to the Insured. "Property" shall mean paintings, drawings, etchings, prints, rare books, manuscripts, rugs, tapestries, furniture, statuary and all other bonafide works of art and other objects of rarity, historic value, cultural interest or artistic merit, which are part of the collections of the Insured, or in the care, custody or control of the Insured, and their frames, glazing and shadow boxes.
- (2) Objects of art, and property incidental thereto, the property of the Insured, or of others for which the Insured may be liable and while such property is on or away from the Insured's premises in accordance with the terms and conditions of this Policy.

B) THIS FLOATER INSURES AGAINST

All risks of loss of or damage to the above described property except as hereinafter provided.

C) "WALL TO WALL" ("NAIL TO NAIL") COVERAGE

This Section covers the Insured's property on a "Wall to Wall" ("Nail to Nail") basis, or domicile to domicile basis, as applicable, from the time said property is removed from its normal repository incidental to shipment until returned thereto or other point designated by the owner or owner's agent prior to return shipment, including while in transit to or from points of consolidation or deconsolidation, packing, repacking or unpacking, while at such locations during such processes or awaiting shipment.

Coverage shall terminate upon arrival of the covered property at the final destination designated by the owner or owner's agent, or upon expiration of this Policy, whichever may occur first, except that expiration of this Policy shall not prejudice coverage of any risk then in transit.

2) EXTENSIONS OF COVERAGE:

None

3) EXCLUSIONS:

- A) Loss or damage occasioned by: wear and tear, gradual deterioration, insects, vermin, inherent vice or damage sustained due to and resulting from any repairing, restoration or retouching process;

- B) Loss or damage caused by or resulting from:
- (1) Hostile or warlike action in time of peace or war, including action in hindering, combating or defending against an actual, impending or expected attack;
 - (a) by any government or sovereign power (de jure or de facto), or by any authority maintaining or using military, naval or air forces; or
 - (b) by military, naval or air forces; or
 - (c) by an agent of any such government, power, authority or forces;
 - (2) Any weapon of war employing atomic fission or radioactive force whether in time of peace or war;
 - (3) Insurrection, rebellion, revolution, civil war, usurped power, or action taken by governmental authority in hindering, combating or defending against such an occurrence, seizure or destruction under quarantine or customs regulations, confiscation by order of any government or public authority, or risks of contraband or illegal transportation or trade.
- C) Loss by nuclear reaction or nuclear radiation or radioactive contamination, all whether controlled or uncontrolled and whether such loss be direct or indirect, proximate or remote, or be in whole or in part caused by, contributed to, or aggravated by the covered perils covered against in this endorsement; however, subject to the foregoing and all provisions of this endorsement, direct loss by fire resulting from nuclear reaction or nuclear radiation or radioactive contamination is covered against by this endorsement.
- D) Any dishonest, fraudulent or criminal act by the Insured, a partner therein or an officer, director, employee or trustee thereof, whether acting alone or in collusion with others.

For the purpose of this exclusion an act of vandalism or malicious damage by an employee shall not constitute a dishonest, fraudulent or criminal act.

4) LOSS PAYMENT BASIS/VALUATION:

VALUATION

The valuation of each article of property covered by this Section shall be determined as follows:

- (1) Property of the Insured shall be covered for and valued at the current fair market value of each article indicated on the books and records of the Insured prior to loss, according to the Insured's valuation of each object covered.
- (2) Property of others loaned to the Insured and for which the Insured may be legally liable, or which the Insured has been instructed to insure, shall be covered for and valued at the amount agreed upon for each article by the Insured and owner(s) as recorded on the books and records of the Insured prior to loss.
- (3) Otherwise, in the absence of recorded current fair market values or agreed values for each article covered, the Insurer shall not be liable beyond the fair market value of the property at the time any loss or damage occurs. Said value shall be ascertained by the Insured and the Insurer or, if they differ, then the amount of value or loss shall be determined as provided in the following appraisal clause.

5) SPECIAL CONDITIONS:

- (1) **Misrepresentation and Fraud:** This entire Section shall be void if, whether before or after a loss, the Insured has concealed or misrepresented any material fact or circumstance concerning this Policy or the subject thereof, or the interest of the Insured therein, or in case of any fraud or false swearing by the Insured relating thereto.
- (2) **Notice of Loss:** The Insured shall as soon as practicable report in writing to the Insurer or its agent every loss, damage or occurrence which may give rise to a claim under this Section and shall also file with the Insurer or its agent within ninety (90) days from the date of discovery of such loss, damage or occurrence, a detailed sworn proof of loss.

- (3) Examination under Oath: The Insured, as often as may be reasonably required, shall exhibit to any person designated by the Insurer all that remains of any property herein described, and shall submit, and insofar as is within its power cause its employees, Insured and others to submit to examination under oath by any person named by the Insurer and subscribe the same; and, as often as may be reasonably required, shall produce for examination all writings, books of account, bills, invoices and other vouchers, or certified copies thereof if originals be lost, at such reasonable time and place as may be designated by the Insurer or its representative and shall permit extracts and copies thereof to be made. No such examination under oath or examination of books or documents, nor any act of the Insured or any of its employees or representatives in connection with the investigation of any loss or claim hereunder, shall be deemed a waiver of any defense which the Insured might otherwise have with respect to any loss or claim, but all such examinations and acts shall be deemed to have been made or done without prejudice to the Insurer's liability.
- (4) Settlement of Loss: All adjusted claims shall be paid or made good to the Insured within sixty (60) days after presentation and acceptance of satisfactory proof of interest and loss at the office of the Insurer. No loss shall be paid or made good if the Insured has collected the same from others.
- (5) No Benefit to Bailee: This Section shall in no way inure directly or indirectly to the benefit of any carrier or other bailee.
- (6) Subrogation or Loan: If in the event of loss or damage the Insured shall acquire any right of action against any individual, firm or corporation for loss of, or damage to, property covered hereunder, the Insured will, if requested by the Insurer, assign and transfer such claim or right of action to the Insurer or, at the Insurer's option, execute and deliver to the Insurer the customary form of loan receipt upon receiving an advance of funds in respect of the loss or damage; and will subrogate the Insurer to, or will hold in trust for the Insurer, all such rights of action to the extent of the amount paid or advanced, and will permit suit to be brought in the Insured's name under the direction of and at the expense of the Insurer.

- (7) **Loss Clause:** Any loss hereunder shall not reduce the amount of this Section, except in the event of payment of claim for total loss of an item specifically scheduled hereon. If no claim is paid for total loss of one or more scheduled items, the unearned premium applicable to such items will be refunded to the Insured or applied to the premium due on item(s) replacing those on which the claim was paid.
- (8) **Protection and Preservation of Property:** In case of actual or imminent physical loss or damage of the type insured against by this Policy, the expenses incurred by the Insured in taking reasonable and necessary actions for the temporary protection and preservation of property insured hereunder shall be added to the total physical loss or damage otherwise recoverable under the Policy and be subject to the applicable deductible and without increase in the limit provisions contained in this Policy.
- (9) **Suits:** No suit, action or proceeding for the recovery of any claim under this Section shall be sustainable in any court of law or equity unless the same be commenced within twelve (12) months next after discovery by the Insured of the occurrence which gives rise to the claim, provided however, that if by the laws of the state within which this Section is issued, such limitation is invalid, then any such claims shall be void unless such action, suit or proceeding be commenced within the shortest limit of time permitted by the laws of such state.
- (10) **Appraisal:** If the Insured and the Insurer fail to agree as to the amount of loss, each shall on the written demand of other, made within sixty (60) days after receipt of proof of loss by the Insurer, select a competent and disinterested appraiser, and the appraisal shall be made at a reasonable time and place. The appraisers shall first select a competent and disinterested umpire, and failing for fifteen (15) days to agree upon such umpire, then on the request of the Insured or the Insurer, such umpire shall be selected by a judge of a court of record in the state in which such appraisal is pending. The appraisers shall then appraise the loss, stating separately the actual cash value at the time of loss and the amount of loss, and failing to agree shall submit their differences to the umpire. An award in writing of any two shall determine the amount of loss. The Insured and the Insurer shall each pay their chosen appraiser and shall bear equally the other expenses of the appraisal and umpire. The Insured shall not be held to have waived any of its rights by any act relating to appraisal.

- (11) Civil Authority: Property covered under this Section against the peril of fire is also covered against the risk of damage or destruction by Civil authority during a conflagration and for the purpose of retarding the same; provided that neither such conflagration nor such damage or destruction is caused or contributed to by a peril otherwise excluded herein.
- (12) Conformity to Statute: Terms of this Section that are in conflict with the statutes of the state wherein this Section is issued are hereby amended to conform to such statutes.
- (13) Changes: Notice to any agent or knowledge possessed by any agent or by any other person shall not effect a waiver or a change in any part of this Section or stop the Insured from asserting any right under the terms of this Section, nor shall the terms of this Section be waived or changed except by endorsement issued to form a part of this Section.
- (14) Additional Covered Party(ies): The owner and owners defined as associations, corporations, firms, institutions, museums, persons and others who own or control collections, objects or articles who make them available to the Insured, and temporary borrowers or custodians (but not carriers, packers or shippers) of property covered, are additional Insured(s) hereunder, but only as respects coverage afforded said Insured's property.
- (15) Packing: It is agreed by the Insured that the property covered hereunder be packed and unpacked by competent packers.
- (16) Other Insurance: This fine arts floater Section is excess coverage over any other valid and collectible insurance which may apply to any objects of art for which coverage would apply under this Policy.
- (17) Pair And Set: In the event of the total loss of any article or articles which are a part of a set, the Insurer agrees to pay the Insured the full amount of the value of such set and the Insured agrees to surrender the remaining article or articles of the set to the Insurer.

6) DEFINITIONS:

Fine Arts includes but is not limited to:

Paintings, rare books, manuscripts, pictures, prints, etchings, drawings, tapestries, bronzes, statuary potteries, porcelains, marbles and other bonafide works of art or items of rarity or historical value of the Insured or in their care, custody or control.

SECTION VII

EXTRA EXPENSE

ELECTRONIC DATA PROCESSING

1) COVERAGE:

This Policy insures against the necessary extra expense as hereinafter defined, incurred by the Insured in order to continue, as nearly as practicable the normal operation of its business, immediately following damage to or destruction of the data processing system including equipment and component parts thereof and data processing media therefor, owned, leased, rented or under the control of the Insured, as a direct result of all risks of physical loss or damage, but in no event to exceed the amount indicated in the declarations.

The extension is extended to include actual loss sustained, as covered hereunder, during the period of time, hereinafter defined,

- (1) when as a direct result of a covered peril, the premises in which the property is located is so damaged as to prevent access to such property or
- (2) when as a direct result of a covered peril, the air conditioning system or electrical system necessary for the operation of the data processing equipment is so damaged as to reduce or suspend the Insured's ability to actually perform the operations normally performed by the data processing system.

This extension is further extended to include necessary extra expense incurred by the Insured as covered hereunder, during the length of time, not exceeding four (4) consecutive weeks, when as a direct result of damage to or destruction of property adjacent to the premises herein described by the covered perils, access to such described premises is specifically prohibited by order of Civil authority.

MEASURE OF RECOVERY

If the above described property is destroyed or so damaged by the covered perils occurring during the term of this extension so as to necessitate the incurrence of extra expense (as defined in this extension), this Insurer shall be liable for the extra expense so incurred, not exceeding the actual loss sustained, for not exceeding such length in time, hereinafter referred to as the "Period of Restoration", commencing with the date of damage or destruction and not limited by the date of expiration of this Policy, as shall be required with the exercise of due diligence and dispatch to repair, rebuild or replace such part of said property as may be destroyed or damaged.

This Insurer's liability during the determined period of restoration, shall be limited to the declared amount per period of time indicated in the declarations (if a time period is declared), but in no event to exceed the amount of coverage provided.

2) EXTENSIONS OF COVERAGE:

None.

3) EXCLUSIONS:

This extension does not insure extra expense incurred as a result of the following perils:

- A) The suspension, lapse, or cancellation of any lease, license, contract or order except as a result of physical damage caused by an insured peril.
- B) Interference at premises by strikers or other persons with repairing or replacing the property damaged or destroyed or with the resumption or continuation of the Insured's occupancy.
- C) Loss or destruction of accounts, bills, evidences of debt, valuable papers, records, abstracts, deeds, manuscripts or other documents except as they may be converted to data processing media form and then only in that form.
- D) Loss of or damage to property rented or leased to others while away from the premises of the Insured.

- E) Error in machine programming or instructions to machine.
- F) Inherent vice, wear, tear, gradual deterioration or depreciation.
- G) Any dishonest, fraudulent or criminal act by the Insured, a partner therein or an officer, director, employee or trustee thereof, whether acting alone or in collusion with others.

For the purpose of this exclusion an act of vandalism or malicious damage by an employee shall not constitute a dishonest, fraudulent or criminal act.

- H) Damage due to mechanical failure, faulty construction, error in design unless fire or explosion ensues, and then only for loss, damage or expense caused by such ensuing fire or explosion.
- I) Delay or loss of market.
- J) War or nuclear risks as excluded in the Policy to which this extension is attached.

4) LOSS PAYMENT BASIS/DETERMINATION/VALUATION:

DEDUCTIBLE

Each and every loss occurring hereunder shall be adjusted separately and from the amount of each such loss when so adjusted the amount indicated in the declarations shall be deducted.

5) SPECIAL CONDITIONS:

RESUMPTION OF OPERATIONS

As soon as practicable after any loss, the Insured shall resume complete or partial business operations of the property herein described and, in so far as practicable, reduce or dispense with such additional charges and expenses as are being incurred.

6) DEFINITIONS:

A) EXTRA EXPENSE

The term "Extra Expense" wherever employed in this extension is defined as the excess (if any) of the total cost during the period of restoration of the operation of the business over and above the total cost of such operation that would normally have been incurred during the same period had no loss occurred; the cost in each case to include the expense of using other property or facilities of other concerns or other emergency expenses. In no event however, shall this Insurer be liable for loss of profits or earnings resulting from diminution of business, nor for any direct or indirect property damage loss insurable under property damage policies, or for expenditures incurred in the purchase, construction, repair or replacement of any physical property unless incurred for the purpose of reducing any loss under this extension not exceeding, however, the amount in which the loss is so reduced. Any salvage value of the property so acquired that may be sold or utilized by the Insured upon resumption of normal operations, shall be taken into consideration in the adjustment of any loss hereunder.

B) NORMAL

The term "normal" wherever used in this extension shall mean: The condition that would have existed had no loss occurred.

SECTION VIII

MOBILE / CONTRACTORS EQUIPMENT

1) COVERAGE:

This Policy insures only mobile machines, including equipment thereof while attached thereto or located thereon, such as bulldozers, drag lines, power shovels, derricks, drills, concrete mixers and other machinery of a mobile nature.

This extension insures against all risks of direct loss or damage to the above described property from any external cause except as provided below.

- A) Loss or damage due to wear, tear, rust, corrosion, latent defect, mechanical breakage, or improper assemblage.
- B) Loss or damage due to the weight of the load imposed on the machine exceeding the capacity for which such machine was designed.
- C) Loss or damage to crane or derrick boom(s) and jib(s) of lattice construction while being operated unless directly caused by fire, lightning, hail, windstorm, earthquake shock, explosion, riot, riot attending a strike, civil commotion, actual physical contact with an aircraft or airborne missile including objects falling therefrom, collision with other vehicles or other contractors equipment whether or not such other equipment is covered hereunder, landslide, or upset of the unit of which it is a part (but only when and to the same extent that such other perils are covered by the Policy).
- D) Loss or damage due to explosion arising from within steam boilers.
- E) Loss or damage to dynamos, exciters, lamps, switches, motors or other electrical appliances or devices, including wiring, caused by lightning or other electrical currents (artificial or natural) unless fire ensues and then for the loss by fire only.
- F) Loss or damage due to dishonesty of Insured's employees or persons to whom the Insured's property is entrusted.
- G) Loss or damage caused by or contributed to failure of the Insured to keep and maintain the property in a thorough state of repair.

H) Loss or damage caused by or resulting from:

- (1) hostile or warlike action in time of peace or, including action in hindering, combating or defending against an actual, impending or expected attack,
 - (a) by any government or sovereign power (de jure or de facto) or by any authority maintaining using military, naval or air forces; or
 - (b) any military, naval or air forces; or
 - (c) by an agent of any such government, power, authority or forces;
 - (2) any weapon of war employing atomic fission or radioactive force whether in time of peace or war;
 - (3) insurrection, rebellion, revolution, civil war, usurped power, or action taken by governmental authority in hindering, combating or defending against such an occurrence, seizure or destruction under quarantine or customs regulations, confiscation by order of any government or public authority, or risks of contraband or illegal transportation or trade;
- I) Loss by nuclear reaction or nuclear radiation or radioactive contamination, all whether controlled or uncontrolled, and whether such loss be direct or indirect, proximate or remote, or be in whole or in part caused by, contributed to, or aggravated by the peril(s) covered against in this endorsement; however, subject to the foregoing and all provisions of this Policy, direct loss by fire resulting from nuclear reaction or nuclear radiation or radioactive contamination is covered against by this Policy.

2) EXTENSIONS OF COVERAGE:

None

3) EXCLUSIONS:

- A) Automobiles, motorcycles, motor trucks, or parts thereof.
- B) Buildings used as camps or otherwise.
- C) Machinery or equipment or building materials to be installed in any building for the purpose of becoming a part thereof; nor on any property which has become a permanent part of any structure.
- D) Property that is located underground.
- E) Property while waterborne except while being transported on any regular ferry.
- F) Storage risks at premises controlled or leased by the Insured, except where incidental to the regular or frequent use of the equipment or property.
- G) Plans, blue prints, designs or specifications.

4) LOSS PAYMENT BASIS/VALUATION:

See Section II, Item 4.G, page 21

5) SPECIAL CONDITIONS:

This extension covers only within the limits of the United States of America.

It is a condition of this Policy that all articles covered hereunder are in sound condition at the time of attachment of this Policy.

6) DEFINITIONS:

Contractors Equipment shall include but is not limited to:

Land vehicles including equipment and apparatus attached thereto, whether or not self-propelled and not subject to motor vehicle registration.

SECTION IX
ACCOUNTS RECEIVABLE

1) COVERAGE:

This Policy covers the loss of or damage resulting from "all risks of direct physical loss or damage" to the Insured's records of accounts receivable as defined below, occurring during the Policy period.

2) EXTENSIONS OF COVERAGE:

None

3) EXCLUSIONS:

This Extension does not apply:

- A) To loss due to any fraudulent, dishonest or criminal act by the Insured, a partner therein, or an officer, director, employee or trustee thereof, while working or otherwise and whether acting alone or in collusion with others.

For the purpose of this exclusion an act of vandalism or malicious damage by an employee shall not constitute a dishonest, fraudulent or criminal act.

- B) To loss due to bookkeeping, accounting or billing errors or omissions.
- C) To loss, the proof of which as to factual existence, is dependent upon an audit of records or an inventory computation; but this shall not preclude the use of such procedures in support of claim for loss which the Insured can prove through evidence wholly apart therefrom, is due solely to a risk of loss to records of accounts receivable not otherwise excluded hereunder.
- D) To loss due to alteration, falsification, manipulation, concealment, destruction or disposal of records of accounts receivable committed to conceal the wrongful giving, taking, obtaining or withholding of money, securities or other property, but only to the extent of such wrongful giving, taking, obtaining or withholding.

4) LOSS PAYMENT BASIS/VALUATION:

DETERMINATION OF RECEIVABLES; DEDUCTIONS

When there is proof that a loss covered by this Policy has occurred but the Insured cannot accurately establish the total amount of accounts receivable outstanding as of the date of such loss, such amount shall be based on the Insured's monthly statements and shall be computed as follows:

- (1) Determine the amount of all outstanding accounts receivable at the end of the same fiscal month in the year immediately proceeding the year in which the loss occurs;
- (2) Calculate the percentage of increase or decrease in the average monthly total of accounts receivable for the twelve (12) months immediately preceding the month in which the loss occurs as compared with such average for the months of the preceding year;
- (3) The amount determined under (1) above, increased or decreased by the percentage calculated under (2) above, shall be the agreed total amount of accounts receivable as of the last day of the fiscal month in which said loss occurs;
- (4) The amount determined under (3) above shall be increased or decreased in conformity with the normal fluctuations in the amount of accounts receivable during the fiscal month involved, due consideration being given to the experience of the business since the last day of the last fiscal month for which statement has been rendered.

There shall be deducted from the total amount of accounts receivable, however established, the amount of such accounts evidenced by records not lost or damaged or otherwise established or collected by the Insured, and an amount to allow for probable bad debts which would normally have been uncollectible by the Insured. All unearned interest and service charges shall be deducted.

5) SPECIAL CONDITIONS:

None

6) DEFINITIONS:

ACCOUNTS RECEIVABLE:

- (1) All sums due the Insured from customers, provided the Insured is unable to effect collection thereof as the direct result of loss or damage to records of accounts receivable.
- (2) Interest charges on any loan to offset impaired collections pending repayment of such sums made uncollectible by such loss or damage.
- (3) Collection expense in excess of normal collection cost and made necessary because of such loss or damage.
- (4) Other expenses, when reasonably incurred by the Insured, in re-establishing records of accounts receivable following such loss or damage.

ENDORSEMENT NO. 1

JOINT LOSS ADJUSTMENT ENDORSEMENT

In the event of damage to or destruction of property, at a location designated in this Policy and also designated in a boiler and machinery insurance policy and there is a disagreement between the Insurers and the Insured with respect to:

- (1) Whether such damage or destruction was caused by a peril covered against by this Policy or by an accident covered against by such boiler and machinery insurance policy(ies) or
- (2) The extent of participation of this Policy and of such boiler and machinery insurance policy in a loss that is covered against, partially or wholly, by one or all of said policy(ies).

This Insurer shall, upon written request of the Insured, pay to the Insured one-half of the amount of the loss which is in disagreement, but in no event more than this Insurer would have paid if there had been no boiler and machinery insurance policy(ies) in effect, subject to the following conditions:

- (1) The amount of loss which is in disagreement after making provisions for any undisputed claims payable under the said policy(ies) and after the amount of the loss is agreed by the Insured and the Boiler and Machinery Insurer and this Insurer is limited to the minimum amount remaining payable under either the boiler and machinery insurance policy(ies).
- (2) The boiler and machinery insurer(s) shall simultaneously pay to the Insured, one-half of the said amount which is in disagreement.
- (3) The payments by the insurer(s) hereunder and acceptance of the same by the Insured signify the agreement of the insurer(s) to submit to and proceed with arbitration within ninety (90) days of such payments:

The arbitrators shall be three (3) in number, one of whom shall be appointed by the boiler insurer(s) and one of whom shall be appointed by the Insured hereon and the third appointed by consent of the other two, and the decision by the arbitrators shall be binding on the insurer(s) and the Insured and that judgment upon such award may be entered in any court of competent jurisdiction.

- (4) The Insured agrees to cooperate in connection with such arbitration but not to intervene therein.
- (5) This agreement shall be null and void unless the Policy of the boiler and machinery Insurer is similarly endorsed.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 2

PROPERTY JOINT LOSS ENDORSEMENT

In the event of damage to or destruction of property at a location designated in this Policy and also designated in an excess insurance policy(ies) and if there is disagreement between the insurers with respect to:

- (1) whether such damage or destruction was caused by a single event or by multiple events or;
- (2) the extent of participation of this Policy and any excess insurance policy in a loss covered against partially or wholly, by one of said Policy or policy(ies).

This Insurer shall, upon written request of the Insured, pay to the Insured one-half of the amount of the loss which is in disagreement, but in no event more than this Insurer would have paid if there had been no excess insurance or policy(ies) in effect, subject to the following conditions:

- (1) the amount of loss which is in disagreement after making provisions for any undisputed claims payable under the said policy(ies) and after the amount of the loss is agreed by the Insured and the insurers is limited to the minimum amount remaining payable under either the primary insurance policy or excess insurance policy(ies);
- (2) the excess insurers shall simultaneously pay to the Insured one-half of the said amount which is in disagreement; and,
- (3) the payments by the Insurers hereunder and acceptance of the same by the member signify the agreement of the insurers to submit to and proceed with arbitration within ninety (90) days of such payments.

The arbitrators shall be three (3) in number, one of whom shall be appointed by the excess insurer(s) and one of whom shall be appointed by this Insurer and the third appointed by consent of the other two, and the decision by the arbitrators shall be binding on the insurers and the Insured, and that judgment upon such award may be entered in any court of competent jurisdiction.

- (4) The Insured agrees to cooperate in connection with such arbitration but not to intervene therein.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 3
PAGE 1 OF 2
SEEPAGE AND/OR POLLUTION AND/OR CONTAMINATION EXCLUSION;
DEBRIS REMOVAL AND COST OF CLEAN UP EXTENSION;
AUTHORITIES EXCLUSION

SEEPAGE AND/OR POLLUTION AND/OR CONTAMINATION EXCLUSION:

Notwithstanding any provision in the Policy to which the endorsement is attached, this Policy does not insure against loss, damage, costs or expenses in connection with any kind or description of seepage and/or pollution and/or contamination, direct or indirect, arising from any cause whatsoever.

Nevertheless if fire is not excluded from this Policy and a fire arises directly or indirectly from seepage and/or pollution and/or contamination, any loss or damage covered under this Policy arising directly from that fire shall, (subject to the terms, conditions and limitations of the Policy) be covered.

However, if the covered property is the subject of direct physical loss or damage for which the Insured has paid or agreed to pay, then this Policy (subject to its terms, conditions and limitations) insures against direct physical loss or damage to the property covered hereunder caused by resulting seepage and/or pollution and/or contamination.

The Insured shall give notice to the Insurer of intent to claim **NO LATER THAN TWELVE (12) MONTHS AFTER THE DATE OF THE ORIGINAL PHYSICAL LOSS OR DAMAGE.**

DEBRIS REMOVAL AND COST OF CLEAN UP EXTENSION:

Notwithstanding the provisions of the preceding exclusions in this endorsement or any provision respecting seepage and/or pollution and/or contamination, and/or debris removal and/or cost of clean up in the Policy to which this endorsement is attached, in the event of direct physical loss or damage to the property covered hereunder, this Policy (subject otherwise to its terms, conditions and limitations, including but not limited to any applicable deductible) also insures, within the sum covered:

- (a) expenses reasonably incurred in removal of debris of the property hereunder destroyed or damaged from the premises of the Insured;

and/or

ENDORSEMENT NO. 3
PAGE 2 OF 2
SEEPAGE AND/OR POLLUTION AND/OR CONTAMINATION EXCLUSION;
DEBRIS REMOVAL AND COST OF CLEAN UP EXTENSION;
AUTHORITIES EXCLUSION

- (b) cost of clean up at the premises of the Insured made necessary as a result of such direct physical loss or damage;

PROVIDED that this Policy does not insure against the costs of decontamination or removal of water, soil or any other substance on or under such premises.

It is a condition precedent to recovery under this extension that the Insurer shall have paid or agreed to pay for direct physical loss or damage to the property covered hereunder unless such payment is precluded solely by the operation of any deductible and that the Insured shall give notice to the Insurer of intent to claim for cost of removal of debris or cost of clean up **NO LATER THAN TWELVE (12) MONTHS AFTER THE DATE OF SUCH PHYSICAL LOSS OR DAMAGE.**

AUTHORITIES EXCLUSION:

This Policy does not cover expenses, fines, penalties or cost incurred or sustained by the Insured or imposed on the Insured at the order of any Government Agency, Court of other Authority, in connection with any kind or description of environmental impairment including seepage or pollution or contamination of any cause.

Nothing in this endorsement shall override any radioactive contamination exclusion clause in the Policy to which this endorsement is attached.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 4

MINIMUM EARNED ASSESSMENTS

It is understood and agreed that this Policy is subject to 25% minimum earned assessments regardless of time in force.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 5

PAGE 1 OF 2

LENDER'S LOSS PAYABLE ENDORSEMENT

The following provisions (or equivalent) apply as required by "mortgages" and "lenders" to whom certificates of coverage have been issued.

1. Loss or damage, if any, under this policy, shall be paid to the Payee named on the first page of this policy, its successors and assigns, hereinafter referred to as "the Lender", in whatever form or capacity its interests may appear and whether said interest be vested in said Lender in its individual or in its disclosed or undisclosed fiduciary or representative capacity, or otherwise, or vested in a nominee or trustee of said Lender.
2. The insurance under this policy, or any rider or endorsement attached thereto, as to the interest only of the Lender, its successors and assigns, shall not be invalidated nor suspended: (a) by any error, omission, or change respecting the ownership, description, possession, or location of the subject of the insurance or the interest therein, or the title thereto; (b) by the commencement of foreclosure proceedings or the giving of notice of sale of any of the property covered by this policy by virtue of any mortgage or trust deed; (c) by any breach of warranty, act, omission, neglect, or non-compliance with any of the provisions of this policy, including any and all riders now or hereafter attached thereto, by the named insured, the borrower, mortgagor, trustor, vendee, owner, tenant, warehouseman, custodian, occupant, or by the agents of either or any of them or by the happening of any event permitted by them or either of them, or their agents, or which they failed to prevent, whether occurring before or after the attachment of this endorsement, or whether before or after a loss, which under the provisions of this policy of insurance or of any rider or endorsement attached thereto would invalidate or suspend the insurance as to the named insured, excluding herefrom, however, any acts or omissions of the Lender while exercising active control and management of the property.
3. In the event of failure of the insured to pay any premium or additional premium which shall be or become due under the terms of this policy or on account of any change in occupancy or increase in hazard not permitted by this policy, this Insurer agrees to give written notice to the Lender of such non-payment of premium after sixty (60) days from and within one hundred and twenty (120) days after due date of such premium and it is a condition of the continuance of the rights of the Lender hereunder that the Lender when so notified in writing by this Insurer of the failure of the insured to pay such premium shall pay or cause to be paid the premium due within ten (10) days following receipt of the Insurer's demand in writing therefor. If the Lender shall decline to pay said premium or additional premium, the rights of the Lender under this Lender's Loss Payable Endorsement shall not be terminated before ten (10) days after receipt of said written notice by the Lender.
4. Whenever this Insurer shall pay to the Lender any sum for loss or damage under this policy and shall claim that as to the insured no liability therefor exists, this Insurer, at its option, may pay to the Lender the whole principal sum and interest and other indebtedness due or to become due from the insured, whether secured or unsecured, (with refund of all interest not accrued), and this Insurer, to the extent of such payment, shall thereupon receive a full assignment and transfer, without recourse, of the debt and all rights and securities held as collateral thereto.
5. If there be any other insurance upon the within described property, this Insurer shall be liable under this policy as to the Lender for the proportion of such loss or damage that the sum hereby insured bears to the entire insurance of similar character on said property under policies held by, payable to and expressly consented to by the Lender. Any Contribution Clause included in any Fallen Building Clause Waiver or any Extended Coverage Endorsement attached to this contract of insurance is hereby nullified, and also any Contribution Clause in any other endorsement or rider attached to this contract of insurance is hereby nullified except Contribution Clauses for the compliance with which the insured has received reduction in the rate charged or has received extension of the coverage to include hazards other than fire and compliance with such Contribution Clause is made a part of the consideration for insuring such other hazards. The Lender upon the payment to it of the full amount of its claim, will subrogate this Insurer (pro rata with all other insurers contributing to said payment) to all of the Lender's rights of contribution under said other insurance.

ENDORSEMENT NO. 5

PAGE 2 OF 2

6. This Insurer reserves the right to cancel this policy at any time, as provided by its terms, but in such case this policy shall continue in force for the benefit of the Lender for ten (10) days after written notice of such cancellation is received by the Lender and shall then cease.
7. This policy shall remain in full force and effect as to the interest of the Lender for a period of ten (10) days after its expiration unless an acceptable policy in renewal thereof with loss thereunder payable to the Lender in accordance with the terms of this Lender's Loss Payable Endorsement, shall have been issued by some insurance company and accepted by the Lender.
8. Should legal title to and beneficial ownership of any of the property covered under this policy become vested in the Lender or its agents, insurance under this policy shall continue for the term thereof for the benefit of the Lender but, in such event, any privileges granted by this Lender's Loss Payable Endorsement which are not also granted the insured under the terms and conditions of this policy and/or under other riders or endorsements attached thereto shall not apply to the insurance hereunder as respects such property.
9. All notices herein provided to be give by the Insurer to the Lender in connection with this policy and this Lender's Loss Payable Endorsement shall be mailed to or delivered to the Lender at its office or branch described on the first page of the policy.

Approved:

Board of Fire Underwriters of the Pacific,
California Bankers' Association
Committee on Insurance.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 5A
Page 1 of 3
FORM NO. CP 12 18 10 91

COMMERCIAL PROPERTY

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

LOSS PAYABLE PROVISIONS

This endorsement modified insurance provided under the following:

BUILDING AND PERSONAL PROPERTY COVERAGE FORM
BUILDERS' RISK COVERAGE FORM
CONDOMINIUM ASSOCIATION COVERAGE FORM
CONDOMINIUM COMMERCIAL UNIT-OWNERS COVERAGE FORM
STANDARD PROPERTY POLICY

SCHEDULE

Provisions Applicable

Loss Payable	Lender's Loss Payable	Contract Of Sale	
Prem. No.	Bldg. No.	Description of Property	Loss Payee (Name & Address)

- A. When this endorsement is attached to the STANDARD PROPERTY POLICY CP 00 99 the term Coverage Part in this endorsement is replaced by the term Policy.

The following is added to the LOSS PAYMENT Loss Condition, as indicated in the Declarations or by an "X" in the Schedule:

B. LOSS PAYABLE

For Covered Property in which both you and a Loss Payee shown in the Schedule or in the Declarations have an insurable interest, we will:

1. Adjust losses with you; and
2. Pay any claim for loss or damage jointly to you and the Loss Payee, as interests may appear.

C. LENDER'S LOSS PAYABLE

1. The Loss Payee shown in the Schedule or in the Declarations is a creditor, including a mortgage holder or trustee, whose interest in Covered Property is established by such written instruments as:
 - a. Warehouse receipts;
 - b. A contract for deed;
 - c. Bills of lading;
 - d. Financing statements; or
 - e. Mortgages, deeds of trust, or security agreements.

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ENDORSEMENT NO. 5A
Page 2 of 3
FORM NO. CP 12 18 10 91

2. For Covered Property in which both you and a Loss Payee have an insurable interest:

- a. We will pay for covered loss or damage to each Loss Payee in their order of precedence, as interests may appear.
- b. The Loss Payee has the right to receive loss payment even if the Loss Payee has started foreclosure or similar action on the Covered Property.
- c. If we deny you claim because of your acts or because you have failed to comply with the terms of the Coverage part, the Loss Payee will still have the right to receive loss payment if the Loss Payee:
 - (1) Pays any premium due under this Coverage Part at our request if you have failed to do so;
 - (2) Submits a signed, sworn proof of loss within 60 days after receiving notice from us of your failure to do so; and
 - (3) Has notified us of any change in ownership, occupancy or substantial change in risk known to the Loss Payee.

Payee. All of the terms of this Coverage Part will then apply directly to the Loss

- d. If we pay the Loss Payee for any loss or damage and deny payment to you because of your acts or because you have failed to comply with the terms of this Coverage Part:
 - (1) The Loss Payee's rights will be transferred to us to the extent of the amount we pay; and
 - (2) The Loss Payee's rights to recover the full amount of the Loss Payee's claim will not be impaired.

At our option, we may pay to the Loss Payee the whole principal on the debt plus any accrued interest. In this event, you will pay your remaining debt to us.

3. If we cancel this policy, we will give written notice to the Loss Payee at least:

- a. 10 days before the effective date of cancellation if we cancel for your nonpayment of premium; or
- b. 30 days before the effective date of cancellation if we cancel for any other

reason.

4. If we elect not to renew this policy, we will give written notice to the Loss Payee at least 10 days before the expiration date of this policy.

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ENDORSEMENT NO. 5A
Page 3 of 3
FORM NO. CP 12 18 10 91

D. CONTRACT OF SALE

1. The Loss Payee shown in the Schedule or in the Declarations is a person or organization you have entered a contract with for the sale of Covered Property.
2. For Covered Property in which both you and the Loss Payee have an insurable interest we will:
 - a. Adjust losses with you; and
 - b. Pay any claim for loss or damage jointly to you and the Loss Payee, as interests may appear.
3. The following is added to the OTHER INSURANCE Condition:

For Covered Property that is the subject of a contract of sale, the word "you" includes the Loss Payee.

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ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

ENDORSEMENT NO. 6

SEVERABILITY NOTICE

The subscribing Reinsurers' obligations under contracts of Reinsurance to which they subscribe are several, not joint, and are limited solely to the extent of their individual subscriptions. The subscribing Reinsurers are not responsible for the subscription of any co-subscribing Reinsurer who for any reason does not satisfy all or part of its obligations.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 7

ACCIDENTAL CONTAMINATION EXTENSION

In consideration of the premium charged and notwithstanding the terms, conditions and stipulations contained in the Policy (except as regards the Policy term and Limits of Liability), including all other endorsements attached thereto, (especially Endorsement No 3 Seepage and/or Pollution and/or Contamination Exclusion; Debris And Cost of Clean Up Extension; Authorities Exclusion to the extent that it is in conflict herewith), to which this endorsement is attached this Policy is hereby extended to cover Business Interruption and Property Damage loss from accidental contamination from any source to Insured Property, as covered by this Policy, including expenses necessarily incurred to clean up, remove and dispose of contaminated substances so as to restore the Insured Property as covered by this Policy to the same condition as existed prior to loss, all as a result of accidental contamination, discharge or dispersal which is itself caused by fire, lightning, impact from aircraft, explosion, riot, civil commotion, smoke, collapse, vehicles, windstorm, hail, vandalism, malicious mischief or leakage and accidental discharge from automatic fire protective systems whereupon this extension shall provide coverage up to full limit of liability provided by this Policy.

For the purposes of this extension the term "Insured Property" as covered by this Policy, is held to include Land (and Land Values) on which Covered Property is located, as part of the below stated sublimit, whether or not the same are excluded by this Policy. It being specifically understood and agreed that this extension shall not afford coverage to land, (including land on which Covered Property is located), and land Values for loss in excess of the \$500,000 sublimit liability.

It is further understood and agreed that this extension shall not override anything contained in Asbestos Clean Up and Removal in this Policy.

The sublimit of liability stated above forms part of the limit(s) of liability provided by this Policy and does not increase it (them).

ALL OTHER TERMS AND CONDITIONS REMAIN THE UNCHANGED

ENDORSEMENT NO. 8

It is hereby understood and agreed that the interest of Additional Insureds and/or Loss Payees is automatically included, as per Schedule on File with Robert F. Driver Associates.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 9

EXCLUDED PERILS

EARTHQUAKE EXCLUSION

It is hereby understood and agreed that as respects Insureds where Optional Coverage "A" is not shown as applicable on the Optional Coverage Participation List, the following Exclusion is added to the Policy:

Any earth movement, including, but not limited to earthquake, landslide or earth sinking, earth rising or shifting (this exclusion shall not apply to loss or damage by ensuing fire or explosion or any other perils insured under this Policy).

As respects those Insureds where Optional Coverage "A" is shown as applicable, the terms and conditions of this endorsement are not applicable, but only as respects locations specifically declared and for which a premium has been charged.

FLOOD EXCLUSION

It is hereby understood and agreed that as respects Insureds where Optional Coverage "E" or "F" is not shown as applicable on the Optional Coverage Participation List, the following Exclusion is added to the Policy:

Flood, meaning a general condition of partial or complete inundation of normally dry land area from:

- a) overflow of inland or tidal water;
- b) unusual and rapid accumulation or run off of surface waters from any source.

Flood shall also mean mudslide or mudflow, which is a river or flow of liquid mud caused by flooding as defined in a. or b. above.

The definition of flood does not include ensuing loss or damage not otherwise excluded.

As respects those Insureds where Optional Coverage "E" or "F" is shown as applicable, the terms and conditions of this endorsement are not applicable, but only as respects locations specifically declared and for which a premium has been charged.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 10

TRANSIT

It is hereby understood and agreed that with effect from inception coverage for Transit is subject to a sublimit of USD10,000,000 per occurrence which shall apply combined over this and all other layers of insurance.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 11
COVERAGE LIMITED FOR SPECIFIC DECLARATIONS

COVERAGE LIMITED TO SPECIFIC LOCATIONS

Due to the following entities desire and/or need to insure certain properties outside of the PEPPI Program, and/or not insure all properties altogether, it is understood and agreed that coverage is limited to specific locations or values per schedule on file with the underwriters for the following Insureds:

- A) City and County of San Francisco

This clause is not intended to exclude newly acquired property that is similar in nature to property reflected in the existing schedules on file with the underwriter, and is reported as required by policy wording.

LOSS PAYMENT BASIS/VALUATION
Applicable to NPX members only

- (1) It is hereby understood and agreed that the Insured is a separate public entity created by certain local public entities (hereafter called Insured) subscribing to a joint exercise of powers agreement.
- (2) It is further understood and agreed that reported losses over the described deductibles shall be adjusted with and payable to the Insured including the interest of mortgagees and/or additional interests.
- (3) It is further understood and agreed that as respects above #1, the inclusion of more than one Insured shall not operate to increase the Insurer's limit of liability as stated herein.
- (4) It is further understood and agreed that as respects the limits of liability under this Policy, in the event of a loss or accumulation of losses whereby the amount of loss exceeds the limits of the combined policies, the payments to individual will be made on a proportional basis. This proportion shall be determined as the ratio of the total limits available divided by the total amount that would have been payable if no exhaustion of limits has occurred. This provision applies to exhaustion of limits on a per occurrence and as respects earthquake shock and flood, on an annual aggregate basis.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 12

PRIORITY OF PAYMENTS

In the event of loss caused by or resulting from more than one peril or coverage, the limit of liability of the primary/underlying coverage shall apply first to the peril(s) or coverage(s) not insured by this Policy and the remainder, if any, to the peril(s) or coverage(s) insured hereunder. Upon exhaustion of the limit of liability of the primary/underlying coverage, this Policy shall then be liable for loss uncollected from the peril(s) or coverage(s) insured hereunder, subject to the limit of liability and the other terms and conditions as specified.

EXCESS LIMIT OF LIABILITY “DROP DOWN” CLAUSE (Applicable to Excess Limit(s) of Liability)

In the event of reduction or exhaustion of the Primary or Underlying aggregate limit to liability for the perils of Flood and/or Earthquake Shock, it is hereby understood and agreed that such insurance as is afforded by this policy shall apply in excess of the reduced underlying limit in respect of such perils, or if such limit is exhausted, shall apply as underlying insurance, subject to the original deductible provisions contained in the underlying policy(ies), notwithstanding anything to the contrary in the terms and conditions of this policy.

In no event, however, shall this insurer be liable for more than the limit(s) of liability specified herein.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 13

LEASEHOLD INTEREST ENDORSEMENT

In the event of physical loss or damage of the type insured against by this Policy to real property of the type insured this Policy which is leased by the Insured, this Policy is extended to cover:

- (1) If as a result of such loss or damage the property becomes wholly untenable or unusable and the lease agreement requires continuation of the rent, the Insurer shall indemnify the Insured for the actual rent payable for the unexpired term of the lease; or
- (2) If as a result of such loss or damage the property becomes partially untenable or unusable and the lease agreement requires continuation of the rent, the Insurer shall indemnify the Insured for the proportion of the rent applicable thereto; or
- (3) If as a result of such loss or damage the lease is cancelled by the lessor pursuant to the lease agreement or by operation of law, the Insurer shall indemnify the Insured for its Lease Interest for the first three months following such loss or damage and for its Net Lease Interest for the remaining unexpired term of the lease;

provided, however, that the Insurer shall not be liable for any increase in the amount recoverable hereunder resulting from the suspension, lapse or cancellation of any license, or from the Insured exercising an option to cancel the lease; or from any act or omission of the Insured which constitutes a default under the lease; and provided further that the Insured shall use any suitable property or service owned or controlled by the Insured or obtainable from another source to reduce the loss hereunder.

The following definitions shall apply to this coverage:

- (1) Lease Interest means the excess rent paid for the same or similar replacement property over actual rent payable plus cash bonuses or advance rent paid (including any maintenance or operating charges) for each month during the unexpired term of the Insured's lease.
- (2) Net Lease Interest means that sum which placed at 8% interest compounded annually would equal the Lease Interest (less any amounts otherwise payable hereunder).

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ENDORSEMENT NO. 14

REVENUE INTERRUPTION PROTECTION (EXCLUDING EARTHQUAKE AND FLOOD)

- 1) Type of revenue to be covered: XX Sales Tax, XX Property Tax, XX Other - whenever the word "Revenue" appears in this form, it shall mean only such revenue as specified.
- 2) Except as hereinafter or heretofore excluded, this Policy covers only against loss resulting directly from necessary interruption of revenue as specified above collected by or due to the Insured caused by damage to or destruction by a peril not excluded of any of the real or personal property insured by this Policy and referred to any contribution property(ies) and which is not operated by the Insured against all risks of direct physical loss or damage by a peril not excluded by this Policy during the term of this Policy, which wholly or partially prevents the generation of revenue for the account of the Insured.
- 3) In the event of such damage or destruction, the Insurer shall be liable, with limitations as indicated, if the following conditions (A) and (B) are both met:
 - (A) The total revenue is reduced to less than 97.5% of the insured's anticipated revenue had no loss occurred.
 - (B) The Insurer shall be liable for the actual loss sustained by the insured from direct damage by perils insured to one or more contributing properties which results in the interruption of revenue for only the length of time as would be required with exercise of due diligence and dispatch to rebuild, replace or repair the contributing property commencing with the date of damage to the contributing property, but not limited by the expiration date of this Policy.

Such loss recovery after deductible shall be limited to whichever is the least of:

1. The limit insured on the Policy;
 2. The actual loss sustained;
 3. The difference in amount between 97.5% of the anticipated revenue and the actual total revenue after the loss.
- 4) **DEDUCTIBLE:** Each loss or series of losses arising out of one event at each location shall be adjusted separately and from the aggregate amount of all such losses 2.50% of the annual revenue value shall be deducted.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

ELECTRONIC DATA EXCLUSION ENDORSEMENT

1. Electronic Data Exclusion

Notwithstanding any provision to the contrary within the Policy or any endorsement thereto, it is understood and agreed as follows:-

- a) This Policy does not insure, loss, damage, destruction, distortion, erasure, corruption or alteration of ELECTRONIC DATA from any cause whatsoever (including but not limited to COMPUTER VIRUS) or loss of use, reduction in functionality, cost, expense of whatsoever nature resulting therefrom, regardless of any other cause or event contributing concurrently or in any other sequence to the loss.

ELECTRONIC DATA means facts, concepts and information converted to a form useable for communications, interpretation or processing by electronic and electromechanical data processing or electronically controlled equipment and includes programmes, software, and other coded instructions for the processing and manipulation of data or the direction and manipulation of such equipment.

COMPUTER VIRUS means a set of corrupting, harmful or otherwise unauthorized instructions or code including a set of maliciously introduced unauthorized instructions or code, programmatic or otherwise, that propagate themselves through a computer system or network of whatsoever nature. COMPUTER VIRUS includes but is not limited to 'Trojan Horses', 'worms' and 'time or logic bombs'.

- b) However, in the event that a peril listed below results from any of the matters described in paragraph a) above, this Policy, subject to all its terms, conditions and exclusions will cover physical damage occurring during the Policy period to property insured by this Policy directly caused by such listed peril.

Listed Perils

Fire
Explosion

2. Electronic Data Processing Media Valuation

Notwithstanding any provision to the contrary within the Policy or any endorsement thereto, it is understood and agreed as follows:-

Should electronic data processing media insured by this Policy suffer physical loss or damage insured by this Policy, then the basis of valuation shall be the cost to repair, replace or restore such media to the condition that existed immediately prior to such loss or damage, including the cost of reproducing any ELECTRONIC DATA contained thereon, providing such media is repaired, replaced or restored. Such cost of reproduction shall include all reasonable and necessary amounts, not to exceed USD10,000,000 any one loss, incurred by the Assured in recreating, gathering and assembling such ELECTRONIC DATA. If the media is not repaired, replaced or restored the basis of valuation shall be the cost of the blank media. However this Policy does not insure any amount pertaining to the value of such ELECTRONIC DATA to the Assured or any other party, even if such ELECTRONIC DATA cannot be recreated, gathered or assembled.

ALL OTHER TERMS AND CONDITIONS REMAIN UNALTERED

ENDORSEMENT NO. 16A

ELECTRONIC DATE RECOGNITION EXCLUSION – Wording “A”

Words that appear in quotation marks in this endorsement have special meaning. Refer to Section C. - DEFINITIONS.

A. EXCLUSION

Notwithstanding any other terms or conditions, this Policy, including any other endorsements which may be attached to it, does not insure against any loss, damage, cost, claim or expense directly or indirectly arising out of or relating to:

1. The failure of any “system”, whether the property of the insured or others, to “recognize” any “data” involving any “date change”; or,
2. Any “modification” of any “system”, whether the property of the Insured or others, to permit such “system” to “recognize” any “data” involving any “date change”.

Destruction, distortion or corruption of any computer data, coding or software, which is caused by the failure of any “system” to “recognize” any “data” involving any “date change” is not physical loss or damage insured against under this policy.

This exclusion shall apply regardless of any other cause or event that contributes concurrently or in any sequence to the loss, damage, cost, claim or expense.

However, if physical loss or damage arising out of the perils of Fire, Explosion, Implosion, Smoke, Collapse, Water damage, Sprinkler leakage, Riot and Civil Commotion, Contamination, Aircraft and Vehicles, Theft, Vandalism, Freeze, Flooding, Windstorm or Lightning as covered by this Policy results, then subject to all its terms and conditions, this Policy shall be liable only for such resulting loss or damage. Each occurrence of resulting physical loss or damage shall be adjusted separately, and each occurrence shall be subject to the provisions regarding sublimits and deductibles specified elsewhere in this policy.

In the event physical loss or damage not otherwise excluded by this Policy results to any “system”, this Policy, including any other endorsements which may be attached to it, does not insure against any loss, damage, cost, claim or expense, whether preventative, remedial or otherwise, arising out of or relating to any “modification” of any “system”, whether the property of the Insured or others, to permit such “system” to “recognize” any “data” involving any “date change”.

B. **This policy does not insure against any preventive or remedial costs to repair or modify any items in A.1. and A.2. above to correct any actual or potential deficiencies or change any features of logic or operation.**

This policy does not insure against any expense incurred by the insured or others in the defense, safeguarding, protecting or recovering of property whether before or after loss due to any actual or potential loss excluded in Section A. above

C. DEFINITIONS

1. **“System”** means any computer system, hardware, firmware, program, or software or any microchip, integrated circuit, or similar device in computer equipment or non-computer equipment.
2. **“Recognize”** means to recognize, interpret, calculate, compare, differentiate, distinguish, accept, sequence or process.
3. **“Data”** means any data, instruction or information.
4. **“Date Change”** means the date change to the year 2000, the date change in any leap year or any other date change.
5. **“Modification”** means any modification, change, addition, alteration or correction.

Nothing herein contained shall be held to vary, alter, waive or extend any of the terms, conditions, or limitations of the policy to which this endorsement is attached other than as above stated.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

Endorsement No. 16B

ELECTRONIC DATE RECOGNITION EXCLUSION -“Wording B”

(All Risks Write Back)

ELECTRONIC DATE RECOGNITION EXCLUSION

Notwithstanding any provision of this Policy which may appear to the contrary, this Policy does not insure any loss, damage, cost, claim or expense, whether preventative, remedial or otherwise, directly or indirectly arising out of or relating to:

- a) the recognition, interpretation, calculation, comparison, differentiation, sequencing or processing of data involving one or more dates or times, including the Year 2000, by any computer system, hardware, program or software, or any microchip, integrated circuit or similar device in computer equipment or non-computer equipment, whether the property of the Insured or not; or
- b) any change, alteration, correction or modification involving one or more dates or times, including the Year 2000, to any such computer system, hardware, program or software, or any microchip, integrated circuit or similar device in computer equipment or non-computer equipment, whether the property of the Insured or not.

Except as provided in the next paragraph, this Electronic Date Recognition Clause shall apply regardless of any other cause or event that contributes concurrently or in any sequence to the loss, damage, cost, claim or expense.

If direct physical loss or damage not otherwise excluded by this Policy results, then subject to all its terms and conditions, this Policy shall be liable only for such resulting loss or damage. Such resulting loss or damage shall not include physical loss or damage to data resulting directly from a) or b) above, nor the cost, claim or expense, whether preventative, remedial, or otherwise, arising out of or relating to any change, alteration, correction or modification relating to the ability of any damaged computer system, hardware, program or software, or any microchip, integrated circuit or similar device in computer equipment or non-computer equipment to recognize, interpret, calculate, compare, differentiate sequence or process any data involving one or more dates or times, including the Year 2000.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

Endorsement No. 16 C

ELECTRONIC DATE RECOGNITION EXCLUSION

It is hereby understood and agreed that all members and named insureds have coverage as described and defined in Endorsement No. 16A – Electronic Date Recognition Exclusion- Wordings A

It is further understood and agreed that as respects members and named insureds listed below, Electronic Date Recognition Exclusion – Wordings A is hereby deleted and replaced with Endorsement no. 16B- Electronic Date Recognition Exclusion – Wordings B (All Risks Write Back).

This change applies to the following members:

**CCCMRMIA - Contra Costa County
Municipal Risk Management**

City of Antioch
City of El Cerrito
City of Manteca

City of Lafayette
City of Pittsburg
City of San Pablo

**CCCSIF - Central Coast Cities Self
Insurance Fund**

Arroyo Grande
Atascadero
Grover Beach
Morro Bay
Pismo Beach
San Luis Obispo
Santa Paula
City Of Mountain View
City of Martinez
City of Santa Cruz
City of Guadalupe

**CSRMA (A Sanitation Risk Management
Authority)**

Aliso Water Management Agency
Bayshore Sanitary District
California Association of Sanitation Agencies
Carpinteria Sanitation District
Castro Valley Sanitary District
Central Marin Sanitation Agency
Central Sanitation District
Crockett Valona Sanitary District
Cupertino Sanitary District

**CSURMA - California State Risk Management
Authority**

Associated Students Inc., CSU Chico
Associated Students Inc., CSU San Bernardino
Associated Students Inc., San Diego State
University
California Maritime Academy Foundation
California Polytechnic State University Foundation
CSU Chico
CSU Fresno

CSU Fullerton Foundation
CSU Long Beach
CSU Los Angeles
CSU Monterey Bay
CSU Monterey Bay Foundation
CSU Sacramento
CSU San Bernardino
CSU San Marcos
CSU Stanislaus
Humboldt State University
San Francisco State University
San Jose State University

San Jose State University Foundation
Sonoma State Enterprises
Sonoma State University
Student Union at CSU Dominguez Hills
MMWD - Marin Municipal Water District
City of Orinda
City of Pinole
City of San Ramon
City of Hercules

Delta Diablo Sanitation District
Dublin San Ramon Services District
East Bay Dischargers Authority
Encina Wastewater Authority
Fairfield-Suisun Sewer District
Goleta Sanitary District
Goleta West Sanitary District
Inland Empire Utilites Agency

CSRMA (A Sanitation Risk Management Authority) continued

Ironhouse Sanitary District
Lake Arrowhead Community Services District
Las Gallinas Valley Sanitary District
Leucadia County Water District
Montara Sanitary District
Monterey Regional WPCA
Mt. View Sanitary District
Oro Loma Sanitary District
Rodeo Sanitary District
Ross Valley Sanitary District
San Rafael Sanitation District
Sanitary District No. 5 of Marin
Sausalito-Marín City S.D.
Selma-Kingsburg-Fowler CSD
Sewer Authority of Mid Coastside
Sewerage Agency of Southern Marin
South Tahoe Public Utilities District
South East Regional Reclamation Authority
Stege Sanitary District
Tahoe-Truckee Sanitation Agency
Tomaes Sewer Imp. Dist. & Oceana Marin
Sew. Imp. District
Triunfo Sanitation District
Union Sanitary District
Vallejo Sanitation & Flood Control District
Ventura Regional Sanitary District
Victor Valley Wastewater Reclamation
Authority
West Bay Sanitary District
West County Waste Water District
West Valley Sanitary District
Western Riverside WRA
Montecito Sanitary District

City of Berkeley
City of Moraga
City of Brentwood
City of Danville
City of Walnut Creek
City of Clayton
City of Pleasant Hill

NCCSIF - Northern California Cities Self Insurance

City of Anderson
City of Colusa
City of Galt
City of Gridley
City of Marysville
Town of Paradise
City of Rio Vista
City of Rocklin

SCORE - Small Cities Organized Risk Effort

City of Biggs
City of Colfax
City of Dixon
City of Crescent City
City of Ione
City of Shasta Lake
TID - Turlock Irrigation District
Don Pedro Facility (Turlock Irrigation Dist)

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

**ENDORSEMENT NO. 17
NAMED INSURED-MEMBER SCHEDULE**

The members of the CALIFORNIA PUBLIC ENTITY PROPERTY PROGRAM are:

ABAG	Town of Atherton
ABAG	City of Belvedere
ABAG	City of Benicia
ABAG	City of Burlingame
ABAG	City of Cupertino
ABAG	City of Dublin
ABAG	City of Foster City
ABAG	City of Gilroy
ABAG	City of Los Altos
ABAG	Town of Los Altos Hills
ABAG	City of Half Moon Bay
ABAG	City of Millbrae
ABAG	City of Milpitas
ABAG	City of Morgan Hill
ABAG	City of Newark
ABAG	City of Pacifica
ABAG	Town of Portola Valley
ABAG	City of San Bruno
ABAG	City of Saratoga
ABAG	City of South San Francisco
ABAG	City of Suisun City
ABAG	Town of Tiburon
ABAG	Town of Woodside
ABAG	Town of Los Gatos
ABAG	City of American Canyon
ABAG	Town of Ross
ABAG	Gilroy Water District
ABAG	Town of Colma
CADA	Capitol Area Development Authority
CCCMRMIA	Antioch
CCCMRMIA	Brentwood
CCCMRMIA	Clayton
CCCMRMIA	Concord
CCCMRMIA	Danville
CCCMRMIA	El Cerrito
CCCMRMIA	Hercules
CCCMRMIA	Lafayette
CCCMRMIA	Manteca
CCCMRMIA	Martinez
CCCMRMIA	Moraga
CCCMRMIA	Orinda
CCCMRMIA	Pinole
CCCMRMIA	Pittsburg
CCCMRMIA	Pleasant Hill

CCCMRMIA	San Pablo
CCCMRMIA	San Ramon
CCCMRMIA	Walnut Creek
CCCMRMIA	Contra Costa County Municipal Risk Management Authority
CCCSIF	Arroyo Grande
CCCSIF	Atascadero
CCCSIF	El Paso de Robles
CCCSIF	Grover Beach
CCCSIF	Guadalupe
CCCSIF	Morro Bay
CCCSIF	Pismo Beach
CCCSIF	San Luis Obispo
CCCSIF	Santa Paula
City of Monterey	City of Monterey
City of Mountain View	City of Mountain View
City of Palo Alto	City of Palo Alto
City of Santa Cruz	City of Santa Cruz
CSRMA	Aliso Water Management Agency
CSRMA	Bayshore Sanitary District
CSRMA	Carmel Area Wastewater District
CSRMA	Carpinteria Sanitary District
CSRMA	Castro Valley Sanitary District
CSRMA	Central Contra Costa Sanitary District
CSRMA	Central Marin Sanitation Agency
CSRMA	County Sanitation District No. 2-3 Of Santa Clara County
CSRMA	Crockett Valona Sanitary District
CSRMA	Cupertino Sanitary District
CSRMA	Delta Diablo Sanitation District
CSRMA	Dublin San Ramon Services District
CSRMA	East Bay Dischargers Authority
CSRMA	Encina Wastewater Authority
CSRMA	Fairfield-Suisun Sewer District
CSRMA	Goleta Sanitary District
CSRMA	Goleta West Sanitary District
CSRMA	Inland Empire Utilities Agency
CSRMA	Ironhouse Sanitary District
CSRMA	Lake Arrowhead Community Services District
CSRMA	Leucadia County Water District
CSRMA	Montara Sanitary District
CSRMA	Montecito Sanitary District
CSRMA	Monterey Regional WPCA
CSRMA	Mt. View Sanitary District
CSRMA	Novato Sanitary District
CSRMA	Ojai Valley Sanitary District
CSRMA	Oro Loma Sanitary District
CSRMA	Rodeo Sanitary District
CSRMA	San Rafael Sanitation District
CSRMA	Sanitary District No. 1 of Marin County
CSRMA	Sanitary District No. 5 of Marin County

CSRMA	Sausalito-Marín City Sanitary District
CSRMA	Selma-Kingburg-Fowler County Sanitation District
CSRMA	Sewer Authority of Mid Coastside
CSRMA	Sewerage Agency of Southern Marin
CSRMA	South East Regional Reclamation Authority
CSRMA	South Tahoe Public Utility District
CSRMA	Stege Sanitary District
CSRMA	Tahoe-Truckee Sanitation Agency
CSRMA	Tomales Community Services District
CSRMA	Union Sanitary District
CSRMA	Vallejo Sanitation & Flood Control District
CSRMA	Victor Valley Wastewater Reclamation Authority
CSRMA	West Bay Sanitary District
CSRMA	West Valley Sanitation District
CSRMA	Western Riverside County Regional Wastewater Authority

CSURMA	Chancellor's Office
CSURMA	Central Coast Performing Arts Commission
CSURMA	Program B
CSURMA	CPSU Pomona
CSURMA	CPSU San Luis Obispo
CSURMA	CSU Bakersfield
CSURMA	CSU Chico
CSURMA	CSU Dominguez Hills
CSURMA	CSU Fresno
CSURMA	CSU Fullerton
CSURMA	CSU Hayward
CSURMA	CSU Long Beach
CSURMA	CSU Los Angeles
CSURMA	CSU Monterey Bay
CSURMA	CSU Northridge
CSURMA	CSU Sacramento
CSURMA	CSU San Bernardino
CSURMA	CSU San Marcos
CSURMA	CSU Stanislaus
CSURMA	Humboldt State University
CSURMA	San Diego State University
CSURMA	San Francisco State University
CSURMA	San Jose State University
CSURMA	Sonoma State University
CSURMA	CSU Channel Islands - Foundation
CSURMA	CSU Bakersfield - Foundation
CSURMA	CSU Bakersfield - Student Union
CSURMA	CSU Los Angeles - Associated Students, Inc.
CSURMA	CSU Los Angeles - University Auxiliary Services
CSURMA	CSU Stanislaus - Associated Students, Inc.
CSURMA	CSU Long Beach - Associated Students, Inc.
CSURMA	CSU Bakersfield - Associated Students, Inc.
CSURMA	San Diego State University - Associated Students Inc.
CSURMA	CSU Dominguez Hills - Associated Students Inc.
CSURMA	CPSU San Luis Obispo - Associated Students Inc.,

CSURMA	CSU Chico - Associated Students Inc.
CSURMA	CSU Northridge - Associated Students Inc.
CSURMA	CSU San Bernardino - Associated Students Inc.
CSURMA	San Francisco State University - Associated Students, Inc.
CSURMA	CPSU Pomona - Associated Students, Inc.
CSURMA	San Jose State University - Associated Students, Inc.
CSURMA	Humboldt State University - Associated Students, Inc.
CSURMA	Humboldt State University - University Center
CSURMA	California Maritime Academy - Foundation
CSURMA	CPSU San Luis Obispo - Foundation
CSURMA	CSU Monterey Bay - Employee Housing (CEHI)
CSURMA	CSU Chico - Research Foundation
CSURMA	CSU Chico - University Foundation
CSURMA	CSU Dominguez Hills - Foundation
CSURMA	CSU Fresno - Agricultural Foundation
CSURMA	CSU Fresno - Foundation
CSURMA	CSU Fresno - Associated Students, Inc.
CSURMA	CSU Fresno - Association
CSURMA	CSU Fresno - Courtyard
CSURMA	CSU Fresno - State Programs for Children
CSURMA	CSU Fullerton - Alumni House
CSURMA	CSU Fullerton - Sports Complex
CSURMA	CSU Fullerton - Foundation
CSURMA	CSU Fullerton - Associated Students, Inc.
CSURMA	CSU Fullerton - University Advancement Foundation
CSURMA	CSU Fullerton - Housing Authority
CSURMA	CSU Hayward - Foundation
CSURMA	CSU Hayward - Associated Students, Inc.
CSURMA	CSU Hayward - University Student Union
CSURMA	CSU Institute
CSURMA	CSU Monterey Bay - Foundation
CSURMA	CSU Northridge - University Student Union
CSURMA	CSU Northridge - Foundation
CSURMA	CSU Northridge - University Corporation
CSURMA	CSU Northridge - North Campus University Park Development
CSURMA	CSU San Marcos - Associated Students, Inc.
CSURMA	CSU San Marcos - Foundation
CSURMA	CSU Stanislaus - Auxiliary & Business Services
CSURMA	CSU Stanislaus - University Student Union
CSURMA	CSU Stanislaus - Stockton Auxiliary Services Corporation
CSURMA	CSU Watercraft
CSURMA	CSU Long Beach - Forty-Niner Shops
CSURMA	CSU Fresno - Athletic Corporation
CSURMA	CSU Humboldt - Marine Wildlife Center
CSURMA	CSU Long Beach - Foundation
CSURMA	CSU San Bernardino - Foundation
CSURMA	San Jose State University - Foundation
CSURMA	San Diego State University - Foundation
CSURMA	San Diego State University - The Campanile Foundation
CSURMA	San Francisco State University - Cesar Chavez Student Center Association
CSURMA	San Francisco State University - Foundation
CSURMA	San Francisco State University - Franciscan Shops

CSURMA	Sonoma State University - Academic Foundation
CSURMA	Sonoma State University - Enterprises
CSURMA	Sonoma State University - Student Union Corporation
CSURMA	Sonoma State University - Associated Students, Inc.
CSURMA	San Jose State University - Spartan Shops, Inc.
CSURMA	CSU Stanislaus - Foundation
CSURMA	CSU Dominguez Hills - Donald P and Katherine B. Loker Student Union
CSURMA	CSU San Bernardino - Student Union
CSURMA	San Jose State University - Student Union, Inc.
CSURMA	CSU Los Angeles - University Student Union
CSURMA	CSU Sacramento - University Union
CSURMA	CSU Sacramento - Trust Foundation
CSURMA	CSU Sacramento - Associated Students, Inc.

NCCSIF	City of Anderson
NCCSIF	City of Colusa
NCCSIF	City of Dixon
NCCSIF	City of Folsom RTC
NCCSIF	City of Galt
NCCSIF	City of Gridley
NCCSIF	City of Marysville
NCCSIF	City of Rocklin
NCCSIF	Town of Paradise

SCORE	City of Biggs
SCORE	City of Colfax
SCORE	City of Crescent City
SCORE	City Of Dorris
SCORE	City Of Dunsmuir
SCORE	City of Lone
SCORE	City of Shasta Lake

SCVWD	Santa Clara Valley Water District
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Town of Hillsborough	Town of Hillsborough
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Turlock Irrigation District	Turlock Irrigation District
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The CALIFORNIA PUBLIC ENTITY PROPERTY PROGRAM shall be deemed the sole agent of each and every Association/Pool member for the purpose of:

- (1) Giving notice of cancellation,
- (2) Giving instructions for changes in the Policy and accepting changes in this Policy, and
- (3) The payment of assessments/premiums or receipt of return assessments/premiums.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

ENDORSEMENT NO. 18
PAGE 1 OF 2

AUTOMATIC ACQUISITION CLAUSE

The provisions of this automatic acquisition clause do not increase 1) the occurrence limit(s) of liability, 2) the sub-limit(s) of liability or 3) the aggregate limit(s) provisions of this coverage.

1. Existing Named Insured Members

Any named insured member at coverage inception may increase or decrease total insured values for all coverage's and all perils (EXCLUDING CALIFORNIA EARTHQUAKE) purchased at inception subject to a maximum change in values not exceeding \$ 10,000,000 at any one time.

The reporting of the changes to underwriters and the applicable additional or return premium will be provided to/from the underwriters:

- ☐ At expiration with additional/return premium applicable on an ensuing year basis

Changes in total insured values exceeding the stated limitation will be reported immediately to underwriters for acceptance and additional/return premium confirmation.

2. Special Provisions Applicable to California Earthquake Coverage

Any named insured at coverage inception that purchases California earthquake coverage at inception may increase or decrease total insured values as respects California earthquake coverage subject to a maximum change in values not exceeding \$NIL at any one time.

The reporting of the changes to underwriters and the applicable additional or return premium will be provided to/from the underwriters:

- ☐ At expiration with additional/return premium applicable on an ensuing year basis

Changes in total insured values exceeding the stated limitation will be reported immediately to underwriters for acceptance and additional/return premium confirmation.

ENDORSEMENT NO. 18

PAGE 2 OF 2

3. Provisions Applicable to new/deleted Named Insured Members

The "First Named Insured" may add/delete named insured members to the coverage herein provided subject to a maximum change in total insured values not exceeding \$10,000.000 for any one named insured member.

CALIFORNIA EARTHQUAKE IS EXCLUDED FROM THIS PROVISION

The reporting of new/deleted named insured members to underwriters and the applicable additional or return premium will be provided to/from the underwriters:

- ☐ At expiration with additional/return premium applicable on an ensuing year basis

New/deleted named insured members with total insured values exceeding the stated limitation will be reported immediately to underwriters for acceptance and additional/return premium confirmation.

4. Provisions Applicable to Optional Coverage's

Any named insured member at coverage inception (or added as per provisions in item 3) may effect optional coverage's of 1) Licensed Vehicles, 2) Contractor's equipment / Unlicensed Vehicles or 3) Scheduled Fine Arts subject to a maximum in total insured values not exceeding \$ 100,000 per optional coverage at any one time.

The reporting of the changes to underwriters and the applicable additional or return premium will be provided to/from the underwriters:

- ☐ At expiration with additional/return premium applicable on an ensuing year basis

Changes in total insured values exceeding the stated limitation will be reported Immediately to underwriters for acceptance and additional/return premium Confirmation.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED

CPEPP Schedule of Deductibles 7/1/01 to 7/1/02

Entity	"All Risk" Deductible	Auto PD Deductible	Earthquake Deductible	Flood Deductible	Wave Wash Deductible	Tax Interr Deduct.
Association of Bay Area Governments	100,000	n/a	n/a	100k, No A & V	n/a	n/a
Capitol Area Development Authority	5,000	n/a	n/a	n/a	n/a	n/a
Antioch	5,000	n/a	-	250/100k	n/a	5,000
Brentwood	5,000	n/a	-	250/100k	n/a	5,000
Clayton	5,000	n/a	n/a	250/100k	n/a	5,000
Concord	5,000	n/a	-	250/100k	n/a	5,000
Danville	5,000	n/a	-	250/100k	n/a	5,000
El Cerrito	5,000	n/a	-	250/100k	n/a	5,000
Hercules	5,000	n/a	-	250/100k	n/a	5,000
Lafayette	5,000	n/a	n/a	250/100k	n/a	5,000
Manteca	5,000	n/a	n/a	250/100k	n/a	5,000
Martinez	5,000	n/a	-	250/100k	n/a	5,000
Moraga	5,000	n/a	n/a	250/100k	n/a	5,000
Orinda	5,000	n/a	-	250/100k	n/a	5,000
Pinole	5,000	n/a	n/a	250/100k	n/a	5,000
Pittsburg	5,000	n/a	-	250/100k	n/a	5,000
Pleasant Hill	5,000	n/a	n/a	250/100k	n/a	5,000
San Pablo	5,000	n/a	n/a	250/100k	n/a	5,000
San Ramon	5,000	n/a	-	250/100k	n/a	5,000
Walnut Creek	5,000/2,500 FA	n/a	-	250/100k	n/a	5,000
Contra Costa County Municipal Risk Management Authority	5,000	n/a	-	250/100k	n/a	5,000
Arroyo Grande	2,500	n/a	n/a	n/a	n/a	5,000
Atascadero	5,000	n/a	n/a	n/a	n/a	n/a
El Paso de Robles	5,000	n/a	n/a	n/a	n/a	2,500
Grover Beach	2,500	n/a	n/a	n/a	n/a	n/a
Guadalupe	2,500	n/a	n/a	n/a	n/a	n/a
Morro Bay	10,000	n/a	n/a	n/a	n/a	10,000
Pismo Beach	5,000	n/a	n/a	n/a	n/a	2,500
San Luis Obispo	10,000	n/a	n/a	n/a	n/a	n/a
Santa Paula	2,500	n/a	n/a	n/a	n/a	n/a
City of Monterey	25,000	5,000	n/a	250/100k	150,000	n/a
City of Mountain View	10000/1000 F.A.	n/a	-	25,000	n/a	n/a
City of Palo Alto	25,000	n/a	n/a	n/a	n/a	n/a
City of Santa Cruz	5000/1000 F.A.	5,000	n/a	250/100k	50,000	n/a
Aliso Water Management Agency	25,000	n/a	n/a	n/a	n/a	n/a
Bayshore Sanitary District	1,000	n/a	n/a	n/a	n/a	n/a
Carmel Area Wastewater District	10,000	n/a	n/a	n/a	n/a	n/a
Carpinteria Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Castro Valley Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Central Contra Costa Sanitary District	250,000	n/a	n/a	n/a	n/a	n/a
Central Marin Sanitation Agency	10,000	n/a	n/a	n/a	n/a	n/a
County Sanitation District No. 2-3 Of Santa Clara County	1,000	n/a	n/a	n/a	n/a	n/a
Crockett Valona Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Cupertino Sanitary District	1,000	n/a	n/a	n/a	n/a	n/a
Delta Diablo Sanitation District	25,000	n/a	n/a	n/a	n/a	n/a
Dublin San Ramon Services District	5,000	n/a	n/a	n/a	n/a	n/a
East Bay Dischargers Authority	5,000	n/a	n/a	n/a	n/a	n/a
Encina Wastewater Authority	25,000	n/a	n/a	n/a	n/a	n/a
Fairfield-Suisun Sewer District	25,000	n/a	n/a	n/a	n/a	n/a
Goleta Sanitary District	5,000	n/a	n/a	n/a	n/a	n/a
Goleta West Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Inland Empire Utilities Agency	25,000	n/a	n/a	n/a	n/a	n/a
Ironhouse Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Lake Arrowhead Community Services District	5,000	n/a	n/a	n/a	n/a	n/a
Leucadia County Water District	5,000	n/a	n/a	n/a	n/a	n/a
Montara Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Montecito Sanitary District	5,000	n/a	n/a	n/a	n/a	n/a
Monterey Regional WPCA	25,000	n/a	n/a	n/a	n/a	n/a
Mt. View Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Novato Sanitary District	25,000	n/a	n/a	n/a	n/a	n/a
Ojai Valley Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Oro Loma Sanitary District	25,000	n/a	n/a	n/a	n/a	n/a
Rodeo Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
San Rafael Sanitation District	5,000	n/a	n/a	n/a	n/a	n/a
Sanitary District No. 1 of Marin County	2,500	n/a	n/a	n/a	n/a	n/a
Sanitary District No. 5 of Marin County	2,500	n/a	n/a	n/a	n/a	n/a
Sausalito-Marín City Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Selma-Kingburg-Fowler County Sanitation District	25,000	n/a	n/a	n/a	n/a	n/a

Entity	"All Risk" Deductible	Auto PD Deductible	Earthquake Deductible	Flood Deductible	Wave Wash Deductible	Tax Interr Deduct.
Sewer Authority of Mid Coastside	5,000	n/a	n/a	n/a	n/a	n/a
Sewerage Agency of Southern Marin	5,000	n/a	n/a	n/a	n/a	n/a
South East Regional Reclamation Authority	10,000	n/a	n/a	n/a	n/a	n/a
South Tahoe Public Utility District	25,000	n/a	n/a	n/a	n/a	n/a
Steger Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
Tahoe-Truckee Sanitation Agency	10,000	n/a	n/a	n/a	n/a	n/a
Tomas Community Services District	1,000	n/a	n/a	n/a	n/a	n/a
Union Sanitary District	25,000	n/a	n/a	n/a	n/a	n/a
Vallejo Sanitation & Flood Control District	10,000	n/a	n/a	n/a	n/a	n/a
Victor Valley Wastewater Reclamation Authority	5,000	n/a	n/a	n/a	n/a	n/a
West Bay Sanitary District	2,500	n/a	n/a	n/a	n/a	n/a
West Valley Sanitation District	1,000	n/a	n/a	n/a	n/a	n/a
Western Riverside County Regional Wastewater Authority	2,500	n/a	n/a	n/a	n/a	n/a
Chancellor's Office	100,000	n/a	n/a	500,000	n/a	n/a
Central Coast Performing Arts Commission	10,000	n/a	n/a	\$250k/100k	n/a	n/a
Program B	1,000,000	n/a	n/a	1,000,000	n/a	n/a
CPSU Pomona	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CPSU San Luis Obispo	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Bakersfield	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Chico	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Dominguez Hills	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Hayward	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Long Beach	100,000	n/a	n/a	500,000	n/a	n/a
CSU Los Angeles	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Monterey Bay	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Northridge	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Sacramento	100,000	n/a	n/a	500,000	n/a	n/a
CSU San Bernardino	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU San Marcos	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Stanislaus	100,000	n/a	n/a	\$250k/100k	n/a	n/a
Humboldt State University	100,000	n/a	n/a	\$250k/100k	n/a	n/a
San Diego State University	100,000	n/a	n/a	\$250k/100k	n/a	n/a
San Francisco State University	100,000	n/a	n/a	\$250k/100k	n/a	n/a
San Jose State University	100,000	n/a	n/a	\$250k/100k	n/a	n/a
Sonoma State University	100,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Channel Islands - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Bakersfield - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Bakersfield - Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Los Angeles - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Los Angeles - University Auxiliary Services	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Stanislaus - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Long Beach - Associated Students, Inc.	1,000	n/a	n/a	500,000	n/a	n/a
CSU Bakersfield - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Diego State University - Associated Students Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Dominguez Hills - Associated Students Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CPSU San Luis Obispo - Associated Students Inc.,	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Chico - Associated Students Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Northridge - Associated Students Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU San Bernardino - Associated Students Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Francisco State University - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CPSU Pomona - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Jose State University - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
Humboldt State University - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
Humboldt State University - University Center	1,000	n/a	n/a	\$250k/100k	n/a	n/a
California Maritime Academy - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CPSU San Luis Obispo - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Monterey Bay - Employee Housing (CEHI)	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Chico - Research Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Chico - University Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Dominguez Hills - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno - Agricultural Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a

Entity	"All Risk" Deductible	Auto PD Deductible	Earthquake Deductible	Flood Deductible	Wave Wash Deductible	Tax Interr Deduct.
CSU Fresno - Association	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno - Courtyard	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno - State Programs for Children	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton - Alumni House	50,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton - Sports Complex	10,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton - University Advancement Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fullerton - Housing Authority	n/a	n/a	n/a	\$250k/100k	n/a	n/a
CSU Hayward - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Hayward - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Hayward - University Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Institute	n/a	n/a	n/a	\$250k/100k	n/a	n/a
CSU Monterey Bay - Foundation	10,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Northridge - University Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Northridge - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Northridge - University Corporation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Northridge - North Campus University Park Development	n/a	n/a	n/a	\$250k/100k	n/a	n/a
CSU San Marcos - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU San Marcos - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Stanislaus - Auxiliary & Business Services	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Stanislaus - University Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Stanislaus - Stockton Auxiliary Services Corporation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Watercraft	n/a	n/a	n/a	\$250k/100k	n/a	n/a
CSU Long Beach - Forty-Niner Shops	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Fresno - Athletic Corporation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Humboldt - Marine Wildlife Center	5,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Long Beach - Foundation	1,000	n/a	n/a	500,000	n/a	n/a
CSU San Bernardino - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Jose State University - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Diego State University - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Diego State University - The Campanile Foundation	n/a	n/a	n/a	\$250k/100k	n/a	n/a
San Francisco State University - Cesar Chavez Student Center Associati	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Francisco State University - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Francisco State University - Franciscan Shops	1,000	n/a	n/a	\$250k/100k	n/a	n/a
Sonoma State University - Academic Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
Sonoma State University - Enterprises	1,000	n/a	n/a	\$250k/100k	n/a	n/a
Sonoma State University - Student Union Corporation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
Sonoma State University - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Jose State University - Spartan Shops, Inc.	5,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Stanislaus - Foundation	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Dominguez Hills - Donald P and Katherine B. Loker Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU San Bernardino - Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
San Jose State University - Student Union, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Los Angeles - University Student Union	1,000	n/a	n/a	\$250k/100k	n/a	n/a
CSU Sacramento - University Union	1,000	n/a	n/a	500,000	n/a	n/a
CSU Sacramento - Trust Foundation	n/a	n/a	n/a	\$250k/100k	n/a	n/a
CSU Sacramento - Associated Students, Inc.	1,000	n/a	n/a	\$250k/100k	n/a	n/a
-	-	n/a	n/a	n/a	n/a	n/a
Mt. Diablo USD	100,000	n/a	n/a	n/a	n/a	n/a
City of Anderson	1,000	n/a	n/a	n/a	n/a	1,000
City of Colusa	1,000	n/a	n/a	n/a	n/a	n/a
City of Dixon	1,000	n/a	n/a	n/a	n/a	n/a
City of Folsom RTC	1,000	n/a	n/a	n/a	n/a	n/a
City of Galt	1,000	n/a	n/a	n/a	n/a	n/a
City of Gridley	1,000	n/a	n/a	n/a	n/a	n/a
City of Marysville	1,000	n/a	n/a	\$250k/100k	n/a	n/a
-	-	n/a	n/a	n/a	n/a	n/a
City of Rocklin	1,000	n/a	n/a	n/a	n/a	10,000
-	-	n/a	n/a	n/a	n/a	n/a
Town of Paradise	1,000	n/a	n/a	n/a	n/a	n/a
Park District Risk Management Authority	-	n/a	n/a	n/a	n/a	n/a
City of Biggs	1,000	n/a	n/a	n/a	n/a	n/a
City of Colfax	1,000	1,000	n/a	n/a	n/a	n/a
City of Crescent City	5,000	1,000	n/a	n/a	n/a	n/a
City Of Dorris	1,000	n/a	n/a	n/a	n/a	n/a
City Of Dunsmuir	1,000	n/a	n/a	n/a	n/a	n/a
City of Ione	5,000	1,000	n/a	n/a	n/a	n/a
City of Shasta Lake	10,000	10,000	n/a	n/a	n/a	n/a
Santa Clara Valley Water District	10,000	10,000	n/a	n/a	n/a	n/a
Town of Hillsborough	5,000	5,000	n/a	n/a	n/a	n/a
All Other Facilities	25,000	n/a	n/a	n/a	n/a	n/a
Don Pedro Facility	25,000	n/a	n/a	n/a	n/a	n/a